

MISSOURI

Annual Comprehensive
Financial Report
For the Fiscal Year Ended
June 30, 2023

2023

STATE OF MISSOURI
ANNUAL COMPREHENSIVE
FINANCIAL REPORT

Fiscal Year Ended June 30, 2023



Michael L. Parson
Governor

KENNETH J. ZELLERS
Commissioner
Office of Administration

STACY NEAL
Director
Division of Accounting

Prepared by
Office of Administration, Division of Accounting

On the Cover:

Dome Picture, Krista Porter, Photographer

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STATE OF MISSOURI
ANNUAL COMPREHENSIVE FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2023

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*The **Introductory Section** includes material to familiarize the reader with the organizational structure of the State, the nature and scope of services the State provides, and a summary of the financial activities of the State and the factors that influence these activities.*

Michael L. Parson
Governor



Kenneth J. Zellers
Commissioner

State of Missouri
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Division of Accounting
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Stacy Neal
Director

March 18, 2024

The Honorable Michael L. Parson
The Honorable Members of the Legislature
Citizens of the State of Missouri

In accordance with generally accepted accounting principles, I submit to you the Annual Comprehensive Financial Report (ACFR) of the State of Missouri for the fiscal year ended June 30, 2023. This report was prepared by the Office of Administration, Division of Accounting, whose management is responsible for its contents.

The report is prepared to show the financial position and operating results of the State. The State's internal accounting controls provide reasonable assurance regarding the safeguarding of assets against loss from unauthorized use or disposal and the reliability of financial records for preparing financial statements. The concept of reasonable assurance recognizes that the cost of a control should not exceed the resulting benefit. We believe the data presented is accurate in all material respects and that all disclosures necessary to enable the reader to gain a reasonable understanding of the State's financial activities have been included.

An annual audit of the basic financial statements is completed each year by the State Auditor's Office. The State Auditor conducts the audit in accordance with generally accepted government auditing standards, and their opinion has been included in this report. The State Auditor conducts a "Single Audit" of all federal funds in accordance with the Federal Single Audit Act Amendments of 1996 and Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform guidance).

A narrative introduction, overview, and analysis of the basic financial statements is presented in the *Management's Discussion and Analysis (MD&A)* section of this report. This letter of transmittal is intended to complement MD&A and should be read in conjunction with it. The MD&A can be found immediately following the Independent Auditor's Report.

PROFILE OF THE GOVERNMENT

Missouri was organized as a territory in 1812 and was the second state (after Louisiana) of the Louisiana Purchase to be admitted to the Union. Statehood was granted on August 10, 1821, making Missouri the 24th state. The State encompasses 68,945 square miles.

The State operates under three branches of government: executive, legislative, and judicial. The executive branch consists of the Governor, Lieutenant Governor, Secretary of State, State Auditor, State Treasurer, and Attorney General. The legislative branch consists of 34 members of the Senate and 163 members of the House of Representatives. The judicial branch is a three-tier court system: the Supreme Court, the State's highest court, has statewide jurisdiction; a court of appeals that consists of districts established by the General Assembly; and a system of circuit courts that has original jurisdiction over all cases and matters, civil and criminal.

The State provides a range of services in the areas of agriculture, education, health and social services, transportation systems, public safety, judicial systems, economic development, conservation and natural resources, labor relations, and general administration.

The State operates on a legally adopted budget in order to ensure compliance with legal provisions embodied in the annual appropriated budget passed by the General Assembly and approved by the Governor prior to the beginning of the fiscal year. If appropriations are not sufficient for a fiscal year, supplemental amounts are requested during the next legislative session by the same process that original appropriations are requested. Budgets are established at the program level. Expenditures cannot exceed the individual appropriation amount. The Governor has the authority to reduce the allotments of appropriations in any fund if it appears that the revenue estimate will not be met. Article IV, Section 27 of the Missouri Constitution, amended in 2014, requires the Governor to notify the General Assembly if the Governor reduces allotments when it appears revenues will be less than estimated. This Section then gives the General Assembly the authority to overturn any of the Governor's restrictions with a two-thirds vote, similar to the procedure to overturn a veto. Unexpended appropriations lapse at the end of each fiscal year, unless reappropriated to the following budget fiscal year.

The financial reporting entity of the State includes all of the funds of the primary government as well as component units for which the State is financially accountable. The transmittal letter, MD&A, and the financial statements focus on the primary government and its activities. Although information pertaining to the component units is provided, their separately issued financial statements should be read to obtain a complete overview of their financial position.

ECONOMIC CONDITION AND OUTLOOK

State Economy

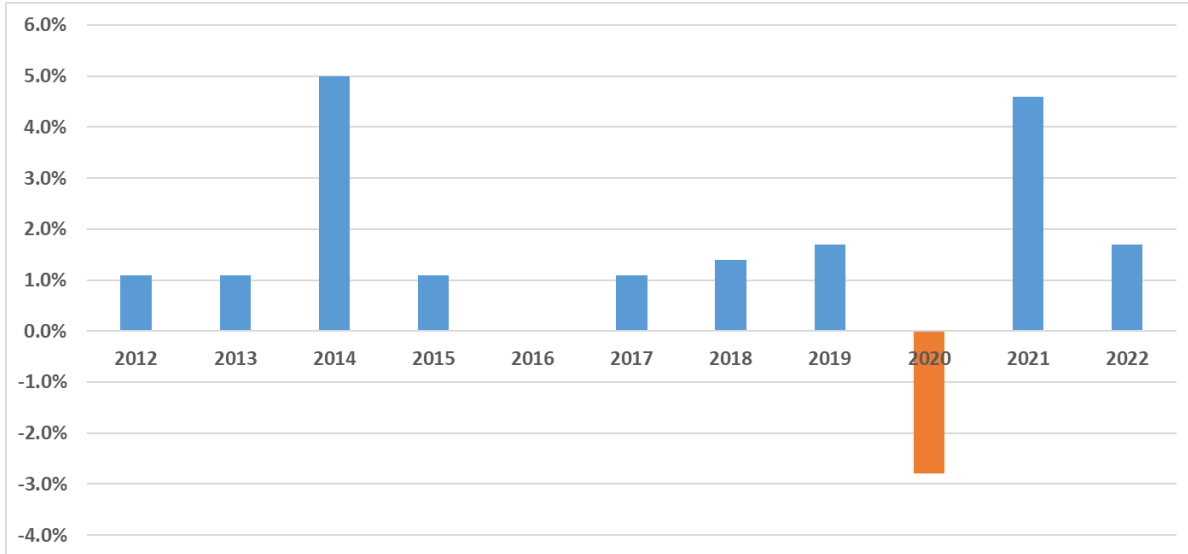
Revenue collection information as of June 30, 2023, indicates that net general revenue collections for fiscal year 2023 increased by 2.7% compared to June 2022, from \$12.88 billion in fiscal year 2022 to \$13.23 billion in fiscal year 2023. This increase reflects moderating individual income tax collections yet robust sales tax collections.

The State's economic outlook for fiscal year 2024 anticipates slowing growth in employment, wages, and consumption. Since fiscal year 2023 finished significantly above forecast, the Governor has begun fiscal year 2024 with no restrictions in place on general revenue spending. However, the Governor may restrict spending during the fiscal year if necessary.

During fiscal year 2022, the State received \$2,685,296,000 in grant monies as part of the American Rescue Plan Act (ARPA), \$1,698,819,000 of which is for Revenue Replacement. ARPA was signed to deliver relief to the American economy and work towards beating the COVID-19 virus. Monies received through ARPA are to be used for expenditures such as public health, assistance for negative economic impacts, infrastructure to provide safe drinking water, infrastructure for broadband, and some administrative expenses to assist in these endeavors. The Revenue Replacement portion specifically is to be spent on items such as provision of government services and non-federal match for other Federal programs.

Missouri's GDP was \$300.7 billion in 2022 in 2012 inflation-adjusted dollars; this is a 1.7% increase over 2021. Missouri grew at an annualized rate of 1.02% to equal \$29.14 billion in growth over the past 10 years, or a 10.7% GDP increase overall.

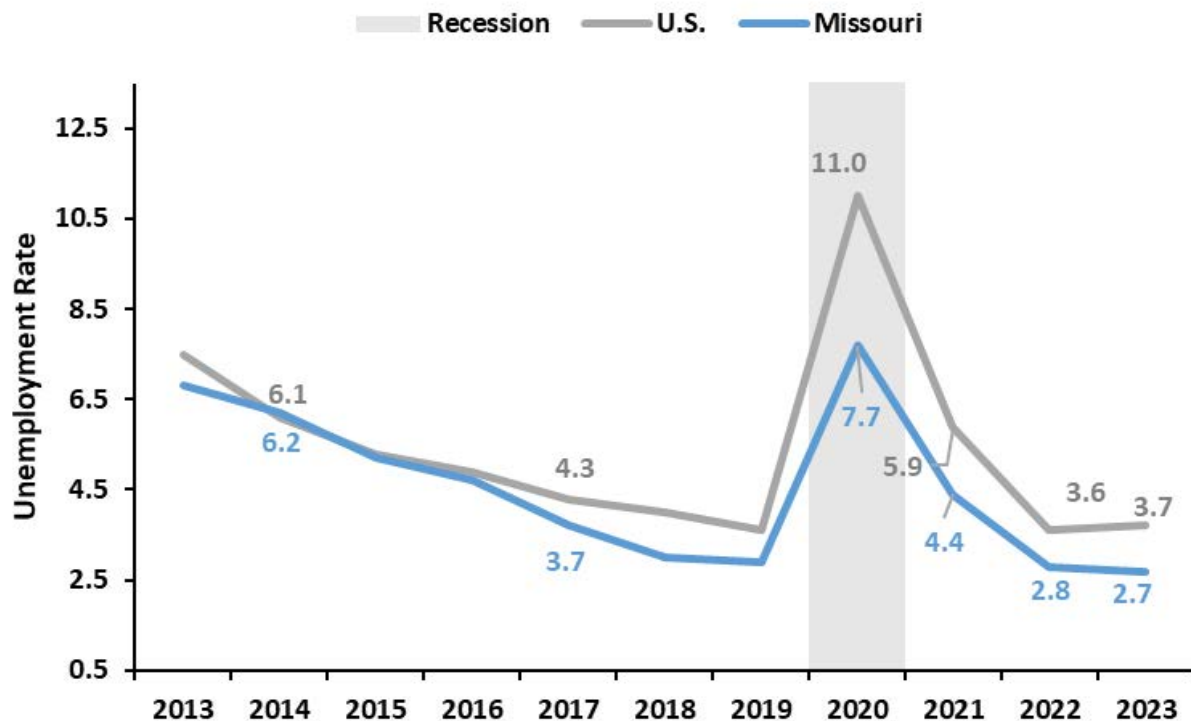
Missouri Real GDP Annual Growth Rate



Source: MERIC 2023 Missouri Economic Report

In July 2023, Missouri's unemployment rate was 2.7%, while the nation's unemployment rate was 3.7%, a slight change from July 2022, reflecting a stable trend in unemployment rates. Missouri and the nation are experiencing record low unemployment numbers and a tight labor market.

Unemployment Rate Month of June, Year-Over-Year 2012 - 2023



Source: MERIC 2023 Missouri Economic Report

Long-Term Financial Planning

Legislature passed changes to the State of Missouri's income tax structure in 2014. Senate Bill 509 and Senate Bill 496 reduced the maximum tax rate on personal income and created an income tax deduction for business income, as well as increased a personal exemption for individuals that have an adjusted gross income of less than \$20,000. The implementation of the tax cut is gradual with a 0.10% decline each calendar year and estimates indicate that the bills will cost at least \$620 million annually. The business income exemption became fully phased-in for tax year 2023, and the income tax rate reductions were supplanted by Senate Bill 3 (SB 3) in 2022.

The federal Tax Cuts and Jobs Act of 2017 (TCJA) eliminated the individual personal exemption and became effective January 1, 2018. The tax package made multiple changes to the federal individual and corporate tax codes. Due to Missouri's rolling conformity with the majority of the federal tax code, many of the changes will also directly impact Missouri's tax collections. The most notable individual income tax change was an increase, of nearly double, to the standard deduction and elimination of the personal and dependent deductions. Missouri estimates that the individual income tax changes made at the federal level will continue to reduce Missouri tax collections by \$58 million annually. The TCJA is slated to expire in 2025, and it is unknown yet whether, Congress will allow the expiration to occur, renew the TCJA, or offer a completely new tax package.

The General Assembly passed several tax-related bills during the 2022 special session and the 2023 legislative session, including the forementioned SB 3, which reduced the top individual income tax rate to 4.95% for tax year 2023. Four additional tax rate reductions based on net general revenue growth were created with SB 3. The legislation allows for three additional 0.1% reductions to the top rate, dependent on inflation adjusted net general revenue growth. SB 3 is expected to reduce general revenue by \$335.4 million in Fiscal Year 2024. Once fully implemented, SB 3 may reduce general revenue by \$371.2 million annually.

Relevant Financial Policies

Article X, Sections 16-24 of the Constitution of Missouri (the "Tax Limitation Amendment"), imposes a limit on the amount of taxes that may be imposed by the General Assembly in any fiscal year. This limit is tied to total state revenues for fiscal year 1981, as defined in the Tax Limitation Amendment and adjusted annually, in accordance with the formula set forth in the amendment which is tied to increases in the personal income of Missouri for certain designated periods. If the revenue limit is exceeded by one percent or more in any fiscal year the excess revenue will be refunded pro-rata, based on the liability reported on state income tax returns. If the excess revenue collected is less than one percent of the revenue limit, the excess revenue shall be transferred to the General Revenue Fund.

The revenue limit can be exceeded by a constitutional amendment duly adopted by the people or if the General Assembly approves by a two-thirds vote an emergency declaration by the Governor. Strong economic growth resulted in revenues above the total state revenue limit in fiscal years 1995-1999. The State has refunded to taxpayers \$979 million in excess revenue for these fiscal years. The revenue limit was not exceeded in fiscal years 2000 through 2023, inclusive. The State is currently \$3.55 billion below the limit and does not expect the limit to be exceeded in fiscal year 2024.

Major Initiatives

Highlights of the 2023 Regular Session include the passage of the following:

- **Infrastructure**

The General Assembly and the Governor approved, as part of the fiscal year 2024 budget, at total of \$2.8 billion for the expansion of I-70 to three lanes from outside KC to St. Louis. The budget includes funds for the costs to plan, design, construct, reconstruct, rehabilitate and repair three lanes in each direction on approximately 200 miles of I-70.

The General Assembly also passed HB 4 for \$50 million to improve safety at railroad crossings.

- **Education**

The General Assembly is once again fully funding the K-12 foundation formula and \$233 million for K-12 student transportation. The budget includes \$56 million to expand pre-kindergarten education programs. Additionally, funding for construction projects on every college campus, including \$45 million for health education project at St. Louis Community College was also approved by the General Assembly.

- **Public Health**

The General Assembly passed \$300 million to build a new psychiatric hospital in Kansas City near the current site and expand its capacity to provide in-patient psychiatric care. The General Assembly also passed \$30 million to support veterans nursing homes.

- **Public Safety**

The General Assembly passed SB 398, which banned texting while driving. Missouri motor vehicle drivers are prohibited from writing, sending, or reading any text-based communication. Drivers can use voice-operated or hands-free features.

ACKNOWLEDGEMENTS

While the Office of Administration, Division of Accounting, is responsible for the contents of this report, no one division could do it alone. Many people were involved in the compilation of materials necessary to complete the report.

We want to issue a special thanks to all the personnel at the State agencies who provided us with information quickly and accurately so that we could issue the ACFR in a timely manner. We also owe thanks to the professionalism and dedication demonstrated by technical and management personnel within the State Auditor's Office, the State Treasurer's Office, Office of Administration, Information Technology Services Division, and the State Printing Center. We appreciate all their efforts.

Sincerely,

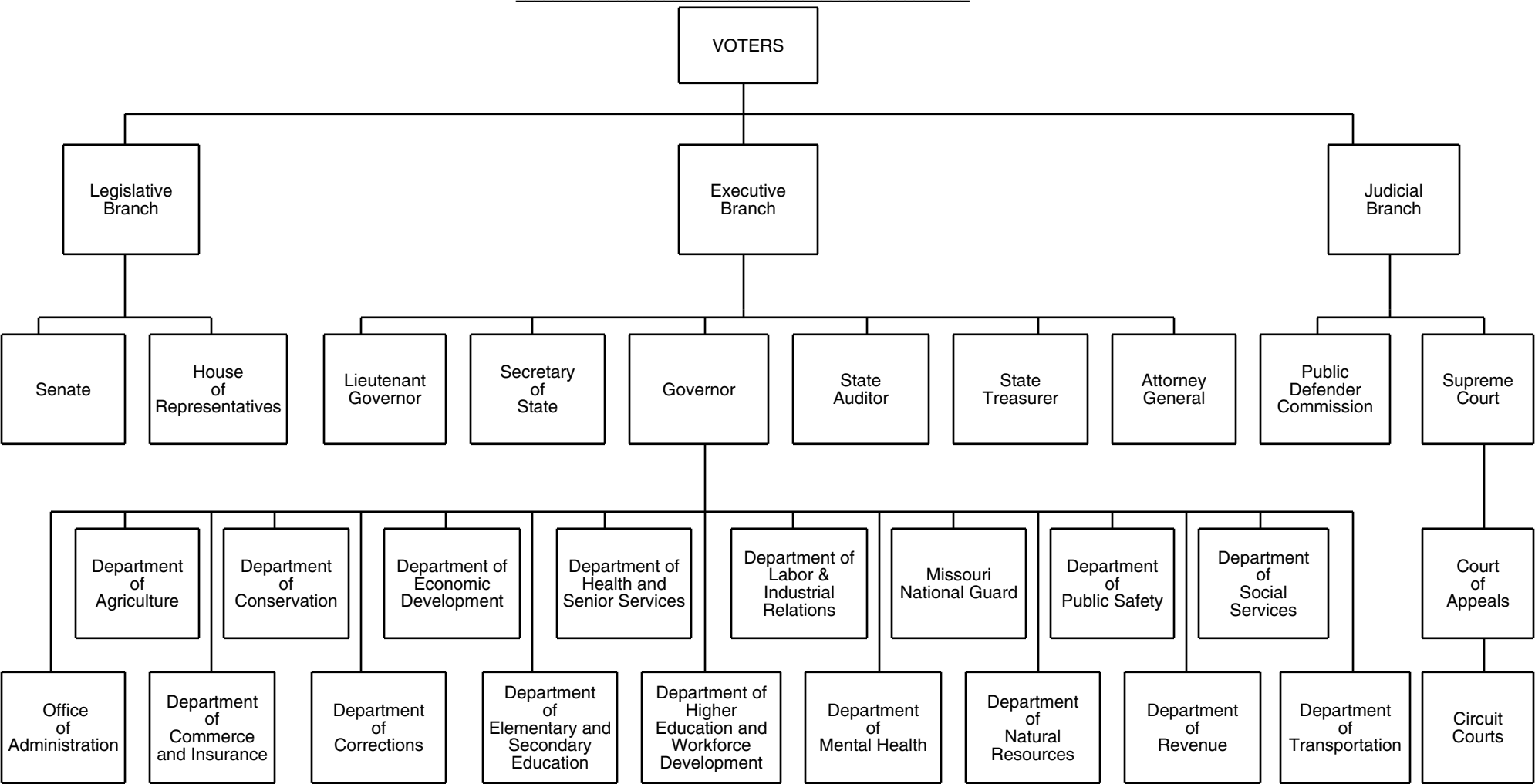
A handwritten signature in black ink that reads "Stacy Neal". The signature is written in a cursive, flowing style.

Stacy Neal, CPA
Director

STATE OF MISSOURI

ORGANIZATIONAL CHART

June 30, 2023



**STATE OF MISSOURI
PRINCIPAL STATE OFFICIALS
as of June 30, 2023**

EXECUTIVE

Michael L. Parson
Governor

Mike Kehoe
Lieutenant Governor

John R. Ashcroft
Secretary of State

Scott Fitzpatrick
State Auditor

Vivek Malek
State Treasurer

Andrew Bailey
Attorney General

LEGISLATIVE

Caleb Rowden
President Pro Tem of the Senate

Dean Plocher
Speaker of the House of Representatives

JUDICIAL

Mary R. Russell*
Chief Justice of the Supreme Court

*Updated for new appointments and postings.



*The **Financial Section** includes the Independent Auditor's Report, Management's Discussion and Analysis, Basic Financial Statements, Required Supplementary Information, and Supplementary Information.*



SCOTT FITZPATRICK
MISSOURI STATE AUDITOR

INDEPENDENT AUDITOR'S REPORT

Honorable Michael L. Parson, Governor
and
Members of the General Assembly

Report on the Audit of the Financial Statements

Qualified and Unmodified Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the State of Missouri, as of and for the year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the State of Missouri's basic financial statements as listed in the table of contents.

Summary of Opinions

Opinion Unit	Type of Opinion
Governmental Activities	Qualified
Business-Type Activities	Unmodified
Aggregate Discretely Presented Component Units	Unmodified
General Fund	Qualified
Public Education Fund	Unmodified
Conservation and Environmental Protection Fund	Unmodified
Missouri Road Fund	Unmodified
State Lottery Fund	Unmodified
Unemployment Compensation Fund	Unmodified
Aggregate Remaining Fund Information	Unmodified

Qualified Opinions on the Governmental Activities and the General Fund

In our opinion, based on our audit and the reports of other auditors, except for the effects of the matter described in the Basis for Qualified and Unmodified Opinions section of our report, the accompanying financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities and the General Fund of the State of Missouri, as of June 30, 2023, and the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of the Missouri Road Fund, a major fund; the Missouri Road Bond Fund; the Transportation Self-Insurance Plan; the Missouri State Employees' Insurance Plan; the Missouri Consolidated Health Care Plan; and the Missouri Department of Transportation and Missouri State Highway Patrol Medical and Life Insurance Plan, which represent 58 percent of the assets and 9

percent of the revenues of the governmental activities. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for those entities and funds, are based solely on the reports of the other auditors.

Unmodified Opinions

In our opinion, based on our audit and the reports of other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the business-type activities, the aggregate discretely presented component units, each major fund excluding the General Fund, and the aggregate remaining fund information of the State of Missouri, as of June 30, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of certain entities and funds. Those statements were audited by other auditors whose reports have been furnished to us, and our opinions, insofar as they relate to the amounts included for those entities and funds, are based solely on the reports of the other auditors. Those entities and funds were:

1. The State Lottery Fund, a major fund, and the Petroleum Storage Tank Insurance Fund which represent 13 percent of the assets and 80 percent of the revenues of the business-type activities.
2. The aggregate discretely presented component units.
3. The pension (and other employee benefit) trust funds and the Missouri Department of Transportation custodial funds which represent 91 percent of the assets and 21 percent of the additions of the fiduciary funds.

Basis for Qualified and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the State of Missouri and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our qualified and unmodified audit opinions. The financial statements of the Missouri State Employees' Insurance Plan and the Missouri Consolidated Health Care Plan, internal service funds; the Missouri Development Finance Board, the Missouri Agricultural and Small Business Development Authority, and the State Environmental Improvement Energy Resources Authority, discretely presented component units; and the pension (and other employee benefit) trust funds were not audited in accordance with *Government Auditing Standards*.

Matter Giving Rise to Qualified Opinions on the Governmental Activities and the General Fund

We were not allowed access to tax returns and related source documents for income taxes. Approximately 26 percent of governmental activities revenues and 29 percent of General Fund revenues are from this source. We were unable to satisfy ourselves by appropriate audit procedures as to the income tax revenue beyond the amounts recorded.

Emphasis of Matter

As discussed in Note 17 to the financial statements, the financial statements for the year ended June 30, 2022, have been restated for the implementation of Governmental Accounting Standards Board (GASB) Statement No. 96, *Subscription-Based Information Technology Arrangements*. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the State of Missouri's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the State of Missouri's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the State of Missouri's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis and the information listed under Required Supplementary Information in the table of contents, be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We and other auditors have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the State of Missouri's basic financial statements. The supplementary information, as listed in the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the audit procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America by us and other auditors. In our opinion, except for the effect of the matter described in the Basis for Qualified and Unmodified Opinions section of our report, the supplementary information, as listed in the table of contents, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

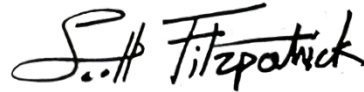
Management is responsible for the other information included in the Annual Comprehensive Financial Report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based

on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, our report dated March 18, 2024, on our consideration of the State of Missouri's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters will be issued under separate cover in the Report on Internal Control, Compliance, and Other Matters. The purpose of our report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the State of Missouri's internal control over financial reporting or on compliance. Our report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the State of Missouri's internal control over financial reporting and compliance.

A handwritten signature in black ink that reads "Scott Fitzpatrick". The signature is written in a cursive, flowing style.

Scott Fitzpatrick
State Auditor

March 18, 2024



The Management's Discussion and Analysis provides a narrative overview and analysis of the financial activities of the State.

Management's Discussion and Analysis

The following is a discussion and analysis of the State of Missouri's financial activities for the fiscal year ended June 30, 2023. Readers are encouraged to consider the information presented here in conjunction with additional information that is furnished in the letter of transmittal.

FINANCIAL HIGHLIGHTS – PRIMARY GOVERNMENT

Government-Wide:

- *Net Position.* Assets and deferred outflows of the State of Missouri exceeded liabilities and deferred inflows at the close of fiscal year 2023 by \$42.0 billion. Of the \$42.0 billion, "unrestricted net position" is reported as a positive \$1.3 billion, offset by \$6.9 billion in "restricted net position", and \$33.8 billion net investment in capital assets.
- *Changes in Net Position.* The State's total net position increased by \$4.0 billion in fiscal year 2023. Net position for governmental-type activities increased by \$3.8 billion.
- *Excess of Revenues over (under) Expenses.* During fiscal year 2023, the State's total revenues of \$42.0 billion were \$4.0 billion greater than total expenses of \$38.0 billion (excluding capital contributions, transfers, and extraordinary items). Of these expenses, \$23.3 billion were covered by program revenues. General revenues, generated primarily from various taxes, totaled \$18.7 billion.

Fund-Level:

- *Governmental Funds – Fund Balance.* At the close of fiscal year 2023, the State's governmental fund assets exceeded liabilities by \$16.6 billion, an increase of \$2.6 billion or 18.7% from the prior year. The increase was due mainly to the following: revenues increased \$3.8 billion, primarily from an increase in contributions and inter agency revenues of \$2.7 billion and an increase in tax revenues of \$481.1 million.
- *General Fund – Fund Balance.* At the end of the current fiscal year, the State's General Fund reported a balance of \$10.7 billion.

Additional information regarding individual funds begins on Page 8.

Debt Issued and Outstanding:

- The primary government's total long-term obligations related to bonds payable increased \$43.6 million, or 2.2%, over the prior year. The outstanding bonds payable represents 7.8% of financial assets (cash, receivables, and investments) and 3.3% of total assets. On December 15, 2022, the Missouri Highways and Transportation Commission issued its Third Lien State Road Bonds, Series A 2022, in the amount of \$453.0 million. Additionally, defeasance and bond payments, totaling \$409.4 million, reduced the obligation during the fiscal year. The State has financed purchases through direct borrowing with banks in the amount of \$28.9 million. Additional detail is available in *Note 11* and *Note 12*.

Revenue Limit:

- The State Constitution limits the State's ability to retain revenue collected over an amount set by a constitutional amendment known as Article X. Excess revenue of 1.0% or more must be refunded to the taxpayers each year. During fiscal year 2023, the State did not exceed the revenue limit.

OVERVIEW OF THE FINANCIAL STATEMENTS

The State's basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements.

Government-Wide Financial Statements:

The government-wide financial statements are designed to provide readers with a broad overview of the State's finances in a manner similar to a private-sector business.

The *Statement of Net Position* presents information on all of the State's assets, deferred outflows, liabilities, and deferred inflows, with the difference between them reported as *net position*. Increases or decreases in net position may serve as a useful indicator of the State's financial position.

The *Statement of Activities* presents information showing how the State's net position changed during the most recent fiscal year. All changes in net position are reported when the underlying event giving rise to the change occurs, regardless of when the cash is received. Thus, revenues and expenses are reported in the statement for some items that will result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements report three activities:

Governmental Activities are primarily supported by taxes and intergovernmental revenues. They include general government, education, natural and economic resources, transportation and law enforcement, and human services.

Business-Type Activities are intended to recover all or a significant portion of their costs through user fees and charges. They include constructing or operating state park facilities, fairgrounds, historical properties and office buildings, hospital services, warehousing, merchandising, publishing maps and documents, insurance coverage, and inmate canteen. Also included are the operations of the State Lottery and Unemployment Compensation funds.

Discretely Presented Component Units are operations for which the State has financial accountability but are legally separate. They include the college and universities, Missouri Development Finance Board, Missouri Agricultural and Small Business Development Authority, Missouri Transportation Finance Corporation, Missouri Wine and Grape Board, and the State Environmental Improvement Energy Resources Authority.

Fund Financial Statements:

The fund financial statements present more detailed information about the government's operations than the government-wide statements. The State uses fund accounting to ensure and demonstrate compliance with statutory requirements. The funds of the State can be divided into three categories: governmental, proprietary, and fiduciary.

Governmental funds. Governmental funds are used to account for most of the basic services provided by the State. Unlike the government-wide financial statements, governmental fund financial statements focus on short-term inflows and outflows of current financial resources and utilize the modified accrual basis of accounting. This presentation focuses on when cash will be received and disbursed making the statements useful in evaluating a government's financing requirements in the near future.

Governmental funds include the general, special revenue, capital projects, debt service, and permanent funds. Major funds include general, public education, conservation and environmental protection, and the Missouri Road Fund which are presented in separate columns. Data from other governmental funds are combined into a single column for aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of combining statements in supplementary information.

A user can compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. A reconciliation to facilitate this comparison is provided on the page immediately following each governmental fund financial statement.

Proprietary funds. Proprietary funds are used to account for activities similar to private businesses in which goods and services are sold for specified fees. Generally, the State uses enterprise funds to account for activities that provide goods and services to the general public. These include constructing or operating state park facilities, fairgrounds, historical properties and office buildings, hospital services, warehousing, merchandising, and publishing maps and documents. Also included are the operations of the State Lottery and Unemployment Compensation funds. Internal service funds report activities that provide supplies and services for the State's other programs and activities. The State uses internal service funds to account for insurance and health care plans, as well as administrative services for other state agencies, such as fleet management, data processing, and telecommunication services. Because these services predominately benefit governmental rather than business-type functions, they have been included within governmental activities in the government-wide financial statements.

Proprietary funds focus on economic resources and utilize the full accrual basis of accounting. The proprietary fund financial statements provide separate information for the State Lottery and Unemployment Compensation, which are considered major enterprise funds. Non-major enterprise funds are also combined into a single column for aggregated presentation. All internal service funds are combined into a single column in the proprietary fund financial statements. Individual fund data for the non-major enterprise and internal service funds is provided in the form of combining statements in supplementary information.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside State government. Fiduciary funds are *not* reflected in the government-wide financial statements because the resources of those funds are not available to support the State's own programs. The fiduciary funds are presented using the full accrual basis of accounting.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents required supplementary information (RSI) including a budgetary comparison schedule for the General Fund and major special revenue funds and schedules for pension and other post-employment benefits. Other supplementary information includes the combining statements for the general, non-major governmental, non-major enterprise, internal service, fiduciary, and non-major component unit funds. It also includes the statistical section as well as budgetary comparison schedules and statements for the Missouri Road Fund, non-major special revenue, debt service, capital projects, and permanent funds.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Net Position:

The State's total net position increased \$4.0 billion during fiscal year 2023. Cash and cash equivalents and investments increased \$2.6 billion. This was mainly due to an increase in grants and contributions. Accounts receivable increased \$746.0 million. Capital assets increased \$1.1 billion primarily related to an increase in investment in the State's infrastructure. The State issued the Third Lien State Road Bonds, Series A 2022 in the amount of \$453.0 million. This issuance plus bond payments of \$312.1 million and defeasance of \$97.3 million resulted in an increase of bonds payable of \$43.6 million.

Net investment in capital assets, which includes capital assets, bonds payable, and obligations under right-to-use assets/financed purchase obligations, is the largest component of the State's net position at \$33.8 billion or 80.5%. These assets include construction in progress, software in progress, infrastructure in progress, land, easements, land improvements, buildings, equipment, software, trademarks and intangible right-to-use assets related to leases and subscription based information technology agreements (SBITA) which are not easily converted to cash or readily available to pay state debts as they come due. Net investment in capital assets and restricted net position, which do not represent resources available to pay day-to-day operating expenses, increased by \$1.6 billion or 4.1%. The increase was primarily due to the increase in capital assets of \$1.1 billion and a decrease in related outstanding bond, lease, and financed purchase obligation of \$223.0 million.

Restricted net position of the primary government totaled \$6.9 billion or 16.4% of total net position vs. 16.1% from the prior year. Net position is restricted for several reasons including constitutional, legal, enabling legislation, or external requirements. Examples of restricted net position include lottery proceeds restricted for public education, funds restricted for debt service, and certain sales taxes restricted for the maintenance of highways or state parks and conservation areas. Also, many federal funds are restricted to funding certain programs.

The following table displays the current and prior year government-wide condensed Statement of Net Position.

STATEMENT OF NET POSITION (In Thousands of Dollars)						
	Governmental Activities		Business-Type Activities		Total	
	2023	2022*	2023	2022*	2023	2022*
ASSETS:						
Current and Other Assets	\$ 25,316,740	\$ 22,172,835	\$ 1,370,091	\$ 1,162,655	\$ 26,686,831	\$ 23,335,490
Capital Assets, Net	35,704,286	34,653,541	113,165	112,791	35,817,451	34,766,332
<i>Total Assets</i>	<u>61,021,026</u>	<u>56,826,376</u>	<u>1,483,256</u>	<u>1,275,446</u>	<u>62,504,282</u>	<u>58,101,822</u>
DEFERRED OUTFLOWS:	<u>1,763,313</u>	<u>1,626,543</u>	<u>9,105</u>	<u>7,697</u>	<u>1,772,418</u>	<u>1,634,240</u>
LIABILITIES:						
Other Liabilities	5,264,443	5,034,408	53,243	57,789	5,317,686	5,092,197
Long-Term Liabilities	15,536,842	14,659,904	307,102	310,750	15,843,944	14,970,654
<i>Total Liabilities</i>	<u>20,801,285</u>	<u>19,694,312</u>	<u>360,345</u>	<u>368,539</u>	<u>21,161,630</u>	<u>20,062,851</u>
DEFERRED INFLOWS:	<u>1,128,576</u>	<u>1,680,072</u>	<u>4,742</u>	<u>9,125</u>	<u>1,133,318</u>	<u>1,689,197</u>
NET POSITION:						
Net Investment in Capital Assets	33,742,117	32,921,366	56,481	52,605	33,798,598	32,973,971
Restricted	6,871,147	6,106,823	18,648	19,331	6,889,795	6,126,154
Unrestricted	241,214	(1,949,654)	1,052,145	833,543	1,293,359	(1,116,111)
<i>Total Net Position</i>	<u>\$ 40,854,478</u>	<u>\$ 37,078,535</u>	<u>\$ 1,127,274</u>	<u>\$ 905,479</u>	<u>\$ 41,981,752</u>	<u>\$ 37,984,014</u>

*Fiscal year 2022 amounts have been restated.

Changes in Net Position:

The schedule below reflects how the State's net position changed during the year. The State collected program revenues of \$23.3 billion and general revenues of \$18.7 billion for total revenues of \$42.0 billion during fiscal year 2023. Expenses for the State during fiscal year 2023 were \$38.0 billion. Total net position, net of contributions and transfers, increased by \$4.0 billion.

The following table displays the current and prior year government-wide condensed Statement of Activities.

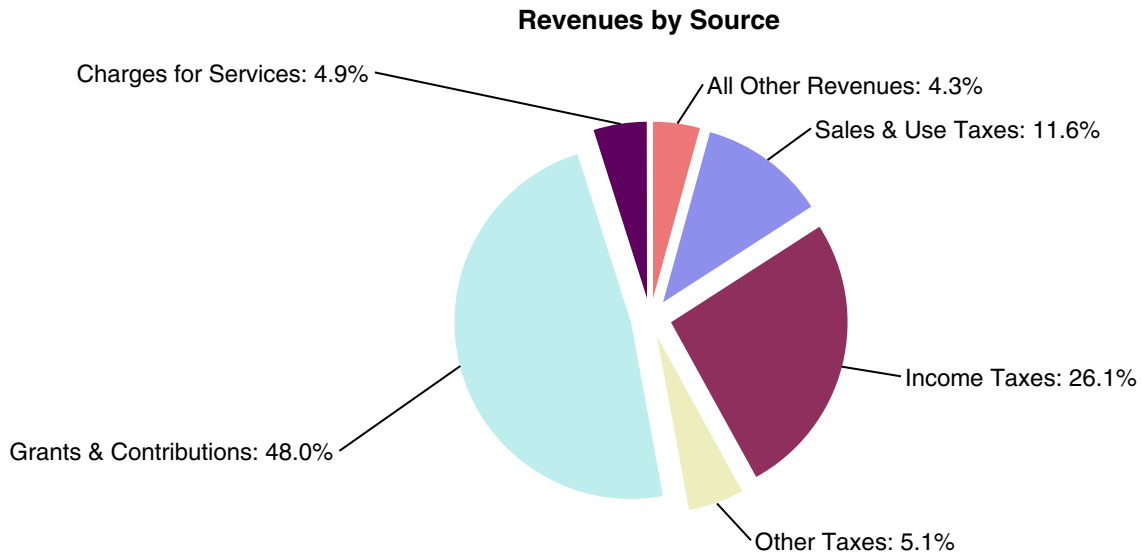
STATEMENT OF ACTIVITIES (In Thousands of Dollars)						
	Governmental Activities		Business-Type Activities		Total	
	2023	2022*	2023	2022*	2023	2022*
REVENUES:						
Program Revenues:						
Charges for Services	\$ 1,928,452	\$ 2,374,325	\$ 1,883,548	\$ 1,876,708	\$ 3,812,000	\$ 4,251,033
Operating Grants and Contributions	17,819,306	16,193,194	391,936	420,819	18,211,242	16,614,013
Capital Grants and Contributions	1,255,240	872,728	—	—	1,255,240	872,728
General Revenues:						
Sales and Use Taxes	4,591,839	4,386,016	—	—	4,591,839	4,386,016
Income Taxes	10,384,623	10,512,055	—	—	10,384,623	10,512,055
Other Taxes	2,007,393	1,869,326	—	—	2,007,393	1,869,326
Other Revenues	1,760,324	610,143	13,989	2,128	1,774,313	612,271
<i>Total Revenues</i>	<u>39,747,177</u>	<u>36,817,787</u>	<u>2,289,473</u>	<u>2,299,655</u>	<u>42,036,650</u>	<u>39,117,442</u>
EXPENSES:						
General Government	1,943,710	1,389,062	—	—	1,943,710	1,389,062
Education	9,594,892	9,056,692	—	—	9,594,892	9,056,692
Natural and Economic Resources	1,244,002	1,503,906	—	—	1,244,002	1,503,906
Transportation and Law Enforcement	2,299,226	2,296,413	—	—	2,299,226	2,296,413
Human Services	21,207,860	17,459,937	—	—	21,207,860	17,459,937
State Lottery	—	—	1,417,390	1,424,912	1,417,390	1,424,912
Unemployment Compensation	—	—	191,409	248,191	191,409	248,191
State Fair Fees	—	—	5,292	4,802	5,292	4,802
State Parks and DNR	—	—	17,083	16,090	17,083	16,090
Historic Preservation	—	—	454	412	454	412
Petroleum Storage Tank Insurance	—	—	16,858	17,047	16,858	17,047
Surplus Property	—	—	1,281	1,368	1,281	1,368
Revenue Information	—	—	8	7	8	7
Inmate Canteen	—	—	29,231	30,891	29,231	30,891
All Other Expenses	68,998	80,040	—	—	68,998	80,040
<i>Total Expenses</i>	<u>36,358,688</u>	<u>31,786,050</u>	<u>1,679,006</u>	<u>1,743,720</u>	<u>38,037,694</u>	<u>33,529,770</u>
Increase (Decrease) in Net Position before Capital Contributions, Transfers, and Extraordinary Items	3,388,489	5,031,737	610,467	555,935	3,998,956	5,587,672
Gain (Loss) on Debt Defeasance	(1,218)	—	—	—	(1,218)	—
<i>Transfers and Extraordinary Items</i>	<u>388,672</u>	<u>386,487</u>	<u>(388,672)</u>	<u>(386,487)</u>	<u>—</u>	<u>—</u>
Change in Net Position	3,775,943	5,418,224	221,795	169,448	3,997,738	5,587,672
<i>Net Position – July 1</i>	<u>37,078,535</u>	<u>31,660,311</u>	<u>905,479</u>	<u>736,031</u>	<u>37,984,014</u>	<u>32,396,342</u>
<i>Net Position – June 30</i>	<u>\$40,854,478</u>	<u>\$37,078,535</u>	<u>\$1,127,274</u>	<u>\$ 905,479</u>	<u>\$41,981,752</u>	<u>\$37,984,014</u>

*Fiscal year 2022 amounts have been restated.

Governmental Activities

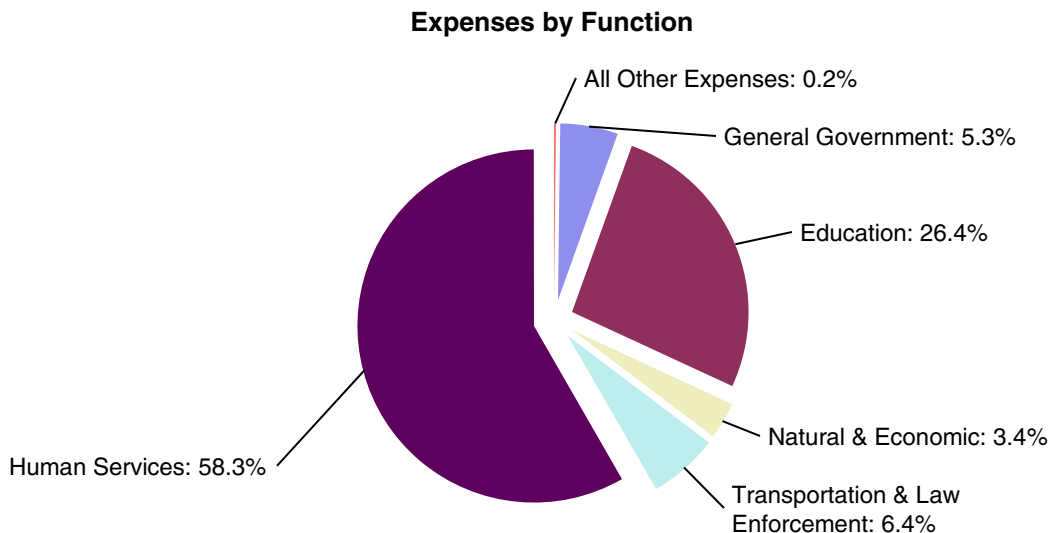
The net position of governmental activities increased \$3.8 billion in fiscal year 2023. General and program revenues of governmental activities were \$2.9 billion more in fiscal year 2023 than in fiscal year 2022, most notably due to an increase in grants and contributions.

As shown in the Revenues by Source chart below, approximately 42.8% of revenues from all sources earned came from taxes. Grants and contributions, which represents amounts received from other governments/entities, primarily the federal government, provided 48.0% of total revenue. Charges for services contributed 4.9% and various other revenues provided 4.3% of the remaining governmental activity revenue sources.



The State's governmental activities program expenses for fiscal year 2023 were \$4.6 billion more than fiscal year 2022. The most notable increase is \$3.7 billion in Human Services. This is mainly due to an increase in specific programs associated with medical assistance services.

As shown in the Expenses by Function chart below, expenses for Human Services comprised the largest portion of total governmental activities expenses at 58.3%, followed by Education at 26.4%.

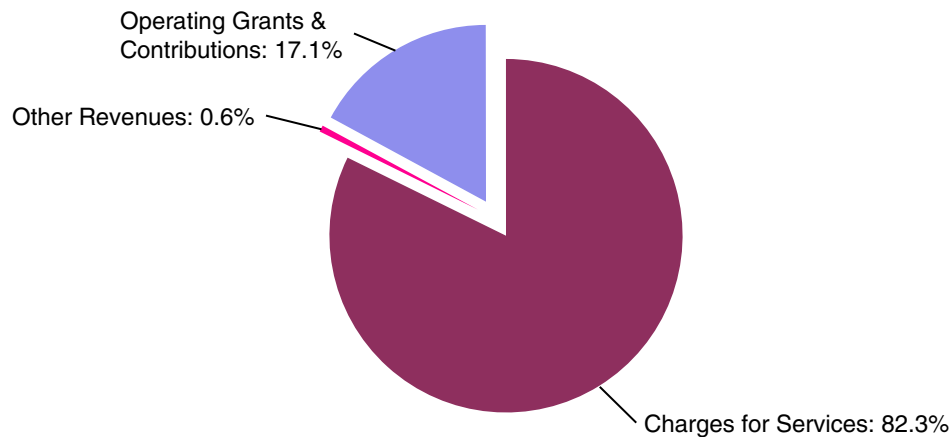


Business-Type Activities

Net position of the State's business-type activities increased \$221.8 million in fiscal year 2023, primarily caused by a decrease in overall expenses. The decrease was primarily caused by a decrease in payouts for unemployment benefits and a decrease in Lottery's prize expenses.

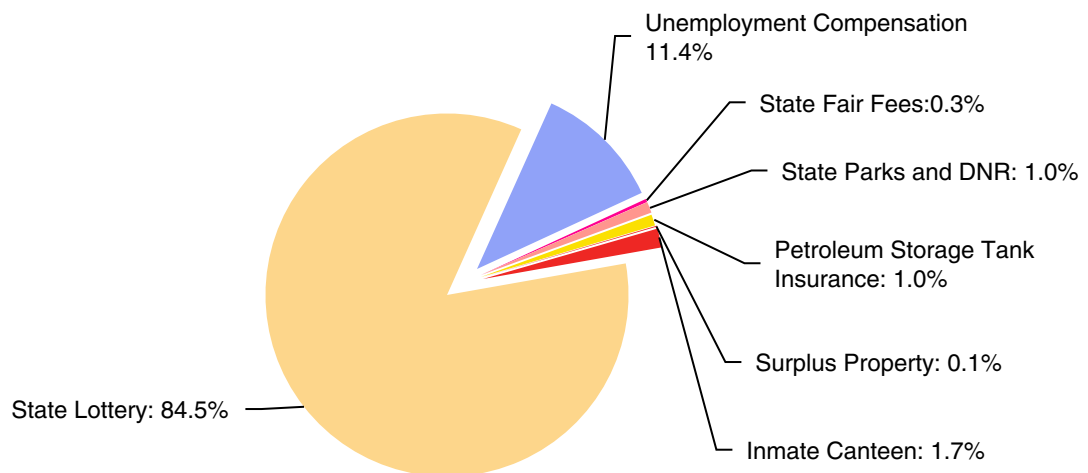
Revenues of business-type activities totaled \$2.3 billion. As shown in the Revenues by Source chart below, 82.3% of the revenues came from charges for services. Operating grants and contributions provided 17.1% of the total revenues and all other revenues provided 0.6%.

Revenues by Source



Expenses of business-type activities totaled \$1.7 billion. As shown in the Expenses by Fund chart below, State Lottery makes up the largest portion with 84.5% of total business-type expenses. Unemployment Compensation comes in second at 11.4%, followed by Inmate Canteen at 1.7%, Petroleum Storage Tank Insurance at 1.0%, State Parks and DNR at 1.0%, State Fair Fees at 0.3%, and Surplus Property at 0.1%.

Expenses by Fund



FINANCIAL ANALYSIS OF THE STATE'S INDIVIDUAL FUNDS

Governmental Funds:

At the end of fiscal year 2023, the State's governmental funds reported combined ending fund balances of \$16.6 billion. Approximately 75.2% is unrestricted and available for spending at the government's discretion. The remainder of fund balance is nonspendable and restricted to indicate that it is not available for new spending because it has already been allocated for: 1) inventories, 2) to pay debt service, 3) for loans receivable, and 4) for a variety of other purposes.

Fund balances (in thousands) for governmental funds are as follows:

	General Fund	Public Education	Conservation and Environmental Protection	Missouri Road Fund	Non-Major Funds	Total
Nonspendable	\$ 145,559	\$ —	\$ 311	\$ 52,368	\$ 77,369	\$ 275,607
Restricted	985,580	609,376	271,673	1,414,287	558,373	3,839,289
Committed	875,137	11,325	2,044,855	—	379,989	3,311,306
Assigned	541,849	39,930	105,297	—	372,887	1,059,963
Unassigned	8,119,318	—	—	—	—	8,119,318
Total	\$ 10,667,443	\$ 660,631	\$ 2,422,136	\$ 1,466,655	\$ 1,388,618	\$ 16,605,483

The General Fund is the chief operating fund of the State. At the end of fiscal year 2023, the State's General Fund reported a total fund balance of \$10.7 billion, an increase of \$2.0 billion from fiscal year 2022. Investments increased by \$4.1 billion, offset by a decrease in cash of \$2.3 billion. This was due to the interest rate on investments being higher at June 2023 than June 2022. Additionally, the average increase in the value of securities was higher in June 2023 from June 2022.

The Public Education Fund provides general and special education services to the children of the State and other related functions, such as library services and student loans. The fund balance ended the year with a balance of \$660.6 million, an increase of \$138.4 million or a 26.5% increase from fiscal year 2022. This was mainly due to an increase of \$200.6 million in investments, offset by an increase of \$55.8 million in cash. Investment interest rate and the average increase in the value of securities was higher in June 2023 from June 2022.

The Conservation and Environmental Protection Fund provides the preservation of the State's wildlife and environment. At the end of fiscal year 2023, the fund balance was \$2.4 billion, an increase of \$87.8 million from fiscal year 2022. Cash and cash equivalents and investments increased \$81.9 million.

The Missouri Road Fund accounts for revenues from highway users' fees, federal reimbursements for highway projects, and bond proceeds to be used for costs of constructing and maintaining an adequate state highway system. Total fund balance increased \$335.4 million from fiscal year 2022. This was mainly due to an increase in proceeds from bonds. There was an issuance of \$453.0 million for Series A2022 Third Lien bond.

Proprietary Funds:

The State has two major proprietary funds: State Lottery and Unemployment Compensation. The State Lottery Fund was established in 1986 to account for the sale of lottery tickets and lottery operations. Since 1992, public education has been the sole beneficiary of lottery proceeds. Unemployment Compensation accounts for contributions and payments collected from Missouri employers under the provision of the "Unemployment Compensation Law." This tax finances benefits for workers who become unemployed through no fault of their own.

The State Lottery Fund's net position increased by \$70.0 thousand in fiscal year 2023, mainly due to a fluctuation in market yields, which increase or reduce the unrealized gain on investments. Total operating revenues increased by 0.2% and operating expenses decreased by 0.5% in fiscal year 2023. Ticket sales increased by \$12.3 million. Prize expenses decreased by \$10.8 million. The variance between the decrease in prize expense and the increase in sales reflects the product mix of games sold and the corresponding prize structure. Draw Games have a lower prize structure compared to Scratchers and Pull-Tabs. Draw Games Sales increased by \$58.6 million, while Scratchers and Pull-Tabs sales decreased by \$36.1 million and \$10.3 million, respectively.

The Unemployment Compensation Fund's net position increased by \$215.3 million during fiscal year 2023. This is mainly due to an increase in cash as a result of an improved economy and low unemployment rate, which allows excess cash to remain in the fund. The cash balance in the fund reached the statutorily established levels that trigger contribution rate reductions and decreases in the taxable wage base starting in fiscal year 2024. The increase in cash by \$224.2 million is related to a decrease in payouts for unemployment benefits and the decline of pandemic level benefits accompanied by an increase in employer contributions. Operating Revenues decreased \$31.3 million which directly correlates to the operating expenses decrease of \$56.8 million as a result of the decline in benefits paid, claims filed and individuals receiving benefits and federal government revenues declining for those corresponding benefits.

GENERAL FUND BUDGETARY HIGHLIGHTS

The original budget is the appropriated budget that is truly agreed to and finally passed by the legislature and signed by the Governor at the beginning of the fiscal year. The final budget includes emergency and supplemental appropriations, reverted amounts, and increases to estimated appropriations, which occur during the fiscal year.

Budgeted charges to appropriations for fiscal year 2023 from the General Fund were \$50.9 billion original budget and \$53.1 billion final budget. Actual spending was \$39.0 billion. Reasons for the final budget variances include:

- Appropriation authority exceeded cash available for expenditures.
- Lapse of various appropriations.
- Multiple year grants are appropriated in one year, but the expenditures may occur over several years.
- Capital improvement appropriations were restricted during the budget process.

Budgeted revenues/transfers in for fiscal year 2023 for the General Fund were \$43.1 billion original budget and \$44.6 billion final budget. Actual revenue/transfers in was \$41.0 billion.

Refer to the *Notes to RSI*, Budgetary Reporting, on page 142 for more information on budgetary variances.

GOVERNMENT-WIDE CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets:

The State's investment in capital assets for its governmental and business-type activities as of June 30, 2023, was \$35.8 billion (net of accumulated depreciation/amortization). This investment in capital assets includes construction in progress, software in progress, infrastructure in progress, land, permanent easements, land improvements, temporary easements, buildings and improvements, equipment, software, trademarks, infrastructure, and intangible right-to-use assets related to obligations under right-to-use assets.

Capital Assets of the State include (in thousands):

	Governmental Activities	Business-Type Activities	Total
Construction in Progress	\$ 247,841	\$ 6,769	\$ 254,610
Software in Progress	183,121	—	183,121
Infrastructure in Progress	2,861,058	—	2,861,058
Land	3,107,683	32,791	3,140,474
Permanent Easements	15,367	2	15,369
Land Improvements	758,039	53,381	811,420
Temporary Easements	6,738	52	6,790
Buildings and Improvements	3,837,932	58,343	3,896,275
Equipment	1,579,877	47,330	1,627,207
Software	356,182	508	356,690
Trademarks	17	—	17
Infrastructure being depreciated	54,292,033	—	54,292,033
Land - Right-to-Use	1,026	—	1,026
Temporary Easements - Right-to-Use	24	—	24
Buildings - Right-to-Use	125,233	1,871	127,104
Equipment - Right-to-Use	2,237	523	2,760
Infrastructure - Right-to-Use	29,111	—	29,111
Software - Right-to-Use	98,111	882	98,993
<i>Subtotal</i>	<u>67,501,630</u>	<u>202,452</u>	<u>67,704,082</u>
Less Accumulated Depreciation/ Amortization	(31,797,344)	(89,287)	(31,886,631)
Total Capital Assets, Net	\$ 35,704,286	\$ 113,165	\$ 35,817,451

Additional information on capital assets can be found in *Note 5* of this report.

Debt Administration:

At the end of fiscal year 2023, the primary government had total general obligation and other bonded debt outstanding of \$2.1 billion. The State had an additional \$28.9 million of financed purchases from direct borrowings obligation outstanding.

Principal amounts retired or refunded in fiscal year 2023 were \$12.1 million for general obligation bonds, \$397.3 million for other bonds, and \$9.5 million for direct borrowings.

The State of Missouri is proud to have maintained a Triple-A credit rating since 1989 from all three major credit rating agencies (Moody's Investor Services, Inc., Standard and Poor's, and Fitch Ratings, Inc.) on the State's General Obligation Bonds. There were no outstanding General Obligation Bonds at the end of fiscal year 2023.

Outstanding Bonds Payable Financed Purchase Obligation of the State include (in thousands):

	Governmental Activities	Business-type Activities	Component Units	Total
Other Bonds	\$ 2,008,545	\$ 54,970	\$ 2,044,321	\$ 4,107,836
Direct Placements	—	—	155,439	155,439
Financed Purchases from Direct Borrowings	28,891	—	77,306	106,197
Total	\$ 2,037,436	\$ 54,970	\$ 2,277,066	\$ 4,369,472

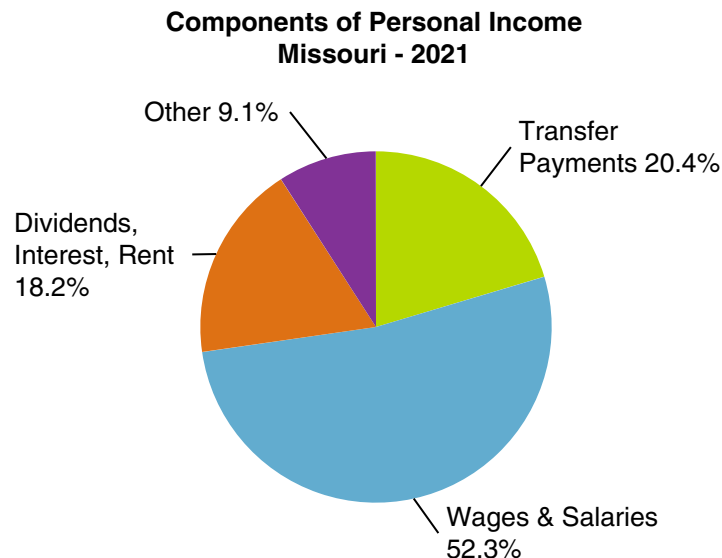
Additional information on long-term debt can be found in *Notes 10, 11, and 12* of this report.

ECONOMIC OUTLOOK AND NEXT YEAR'S BUDGET

As a major manufacturing, financial, and agricultural state, Missouri's economic health is tied closely to that of the nation. The recovery after the COVID-19 induced recession was strong and is now complete. Missouri's economy continues to expand; however, there are growing headwinds from inflation, high interest rates, banking crisis, and geo-political conflicts.

Missouri's personal income, which directly impacts individual income tax and sales tax, increased 2.4% in 2022. This more modest growth rate reflected a sharp drop in federal transfer payments relative to a year prior. Hidden within the modest growth was strong wage and salary growth of 9.2% during 2022. Missouri's employment stood at 2.99 million in June 2023, about 2.0% higher than in June 2022. The state's seasonally adjusted unemployment rate registered 2.6% in June 2023, compared to 2.1% one year earlier. The national rate was 3.6% in June 2023.

Since 2016, personal incomes have increased, on average, 3.7% annually for the state and 4.4% for the nation. The average income of a Missouri citizen was \$56,551 in 2022, which was lower than the national average of \$65,423. Missouri's per capita personal income grew 2.2%, compared to national growth in per capita income of 2.0%, from 2021 to 2022. While the State's per capita income is lower than the national average, so is the cost of living. Missouri is among the most affordable states as it had the fourth lowest cost of living in the United States in 2023. The below graph depicts the components of personal income, with transfer payments (such as social security, Medicare, etc.) comprising 20.4% of the State's total personal income, due in part to the State's aging population.



Source: U.S. Bureau of Economic Analysis 2023

The State of Missouri's net general revenue collections in fiscal year 2023 were \$13.2 billion, a 2.7% increase from fiscal year 2022 collections. This increase reflects moderating individual income tax collections yet robust sales tax collections.

The State's economic outlook for Fiscal Year 2024 anticipates slowing growth in employment, wages, and consumption. Since Fiscal Year 2023 finished significantly above forecast, the Governor has begun Fiscal Year 2024 with no restrictions in place on general revenue spending. However, the Governor may restrict spending during the fiscal year if necessary.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the State's finances for all those with an interest in the State's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Office of Administration, Division of Accounting, P.O. Box 809, Jefferson City, MO 65102.



*The **Basic Financial Statements** include the Government-Wide Financial Statements, the Governmental Fund Financial Statements, the Proprietary Fund Financial Statements, the Fiduciary Fund Financial Statements, the Component Unit Financial Statements, and the accompanying notes to the statements.*

STATE OF MISSOURI
STATEMENT OF NET POSITION
June 30, 2023
(In Thousands of Dollars)

	Primary Government			Component
	Governmental Activities	Business-Type Activities	Total	Units
Assets				
Cash and Cash Equivalents (Note 3)	\$ 2,767,439	\$ 1,021,353	\$ 3,788,792	\$ 647,633
Investments (Note 3)	14,748,858	139,742	14,888,600	3,422,120
Invested Securities Lending Collateral (Note 3)	—	—	—	787
Receivables, Net (Note 13)	7,568,238	190,660	7,758,898	780,731
Internal Balances	15,836	(15,836)	—	—
Inventories	171,243	5,487	176,730	67,138
Deposits and Prepaid Expenses	2,391	—	2,391	51,406
Restricted Assets:				
Cash and Cash Equivalents (Note 3)	42,535	—	42,535	417,474
Investments (Note 3)	200	28,685	28,885	1,986,571
Receivables, Net	—	—	—	74,837
Other Assets	—	—	—	18,751
Capital Assets (Note 5):				
Not being depreciated	6,415,070	39,562	6,454,632	713,268
Being depreciated/amortized, net	29,289,216	73,603	29,362,819	5,412,299
Total Assets	61,021,026	1,483,256	62,504,282	13,593,015
Deferred Outflows of Resources (Note 14)	1,763,313	9,105	1,772,418	650,541
Liabilities				
Payables (Note 13)	2,591,937	51,733	2,643,670	435,812
Securities Lending Obligation (Note 3)	—	—	—	787
Unearned Revenue (Note 1)	2,569,503	1,510	2,571,013	198,585
Escheat/Unclaimed Property	103,003	—	103,003	—
Long-Term Liabilities:				
Due Within One Year (Note 10)	746,752	98,296	845,048	465,971
Due in More Than One Year (Note 10)	14,790,090	208,806	14,998,896	4,934,770
Total Liabilities	20,801,285	360,345	21,161,630	6,035,925
Deferred Inflows of Resources (Note 14)	1,128,576	4,742	1,133,318	198,426
Net Position				
Net Investment in Capital Assets	33,742,117	56,481	33,798,598	3,714,890
Restricted for:				
Budget Reserve	860,799	—	860,799	—
Debt Service	794,320	—	794,320	—
Grants	964,137	—	964,137	—
Enabling Legislation (Note 1)	1,051,878	—	1,051,878	—
Loans Receivable	1,511,332	—	1,511,332	—
Permanent Trusts:				
Expendable	116	—	116	776,131
Non-Expendable	69,800	—	69,800	1,674,941
External Parties	1,618,765	18,648	1,637,413	98,952
Unrestricted	241,214	1,052,145	1,293,359	1,744,291
Total Net Position	\$ 40,854,478	\$ 1,127,274	\$ 41,981,752	\$ 8,009,205

The notes to the financial statements are an integral part of this statement.

STATE OF MISSOURI
STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Government	\$ 1,943,710	\$ 775,101	\$ 82,820	\$ —
Education	9,594,892	4,786	2,816,427	—
Natural and Economic Resources	1,244,002	269,249	296,183	—
Transportation and Law Enforcement	2,299,226	275,378	409,179	1,255,240
Human Services	21,207,860	525,207	14,214,697	—
Interest on Debt (Excluding Direct Expense)	68,998	78,731	—	—
Total Governmental Activities	<u>36,358,688</u>	<u>1,928,452</u>	<u>17,819,306</u>	<u>1,255,240</u>
Business-Type Activities:				
State Lottery	1,417,390	1,812,271	—	—
Unemployment Compensation	191,409	—	386,562	—
State Fair Fees	5,292	9,343	157	—
State Parks and DNR	17,083	13,808	5,185	—
Historic Preservation	454	—	—	—
Petroleum Storage Tank Insurance	16,858	18,511	—	—
Surplus Property	1,281	1,225	—	—
Revenue Information	8	513	—	—
Inmate Canteen Fund	29,231	27,877	32	—
Total Business-Type Activities	<u>1,679,006</u>	<u>1,883,548</u>	<u>391,936</u>	<u>—</u>
Total Primary Government	<u>\$ 38,037,694</u>	<u>\$ 3,812,000</u>	<u>\$ 18,211,242</u>	<u>\$ 1,255,240</u>
Component Units:				
College and Universities	\$ 5,693,598	\$ 3,771,416	\$ 1,868,752	\$ 165,212
Non-Major Component Units	11,254	8,561	—	—
Total Component Units	<u>\$ 5,704,852</u>	<u>\$ 3,779,977</u>	<u>\$ 1,868,752</u>	<u>\$ 165,212</u>

General Revenues:

Taxes:

Sales and Use

Individual Income

Corporate Income

County Foreign Insurance

Alcoholic Beverage

Fuel

Miscellaneous Taxes

Grants and Contributions not Restricted to Specific Programs

Unrestricted Investment Earnings

Gain (Loss) on Debt Defeasance

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position - Beginning

Net Position - Ending

Net (Expenses) Revenues and Changes in Net Position			
Primary Government			
Governmental Activities	Business-Type Activities	Total	Component Units
\$ (1,085,789)	\$ —	\$ (1,085,789)	\$ —
(6,773,679)	—	(6,773,679)	—
(678,570)	—	(678,570)	—
(359,429)	—	(359,429)	—
(6,467,956)	—	(6,467,956)	—
9,733	—	9,733	—
(15,355,690)	—	(15,355,690)	—
—	394,881	394,881	—
—	195,153	195,153	—
—	4,208	4,208	—
—	1,910	1,910	—
—	(454)	(454)	—
—	1,653	1,653	—
—	(56)	(56)	—
—	505	505	—
—	(1,322)	(1,322)	—
—	596,478	596,478	—
(15,355,690)	596,478	(14,759,212)	—
—	—	—	111,782
—	—	—	(2,693)
—	—	—	109,089
4,591,839	—	4,591,839	—
9,390,064	—	9,390,064	—
994,559	—	994,559	—
330,449	—	330,449	—
42,676	—	42,676	—
850,888	—	850,888	—
783,380	—	783,380	—
1,685,631	—	1,685,631	5,196
74,693	13,989	88,682	224,596
(1,218)	—	(1,218)	—
388,672	(388,672)	—	—
19,131,633	(374,683)	18,756,950	229,792
3,775,943	221,795	3,997,738	338,881
37,078,535	905,479	37,984,014	7,670,324
\$ 40,854,478	\$ 1,127,274	\$ 41,981,752	\$ 8,009,205

The notes to the financial statements are an integral part of this statement.



*The **Governmental Funds** focus on current financial resources.*

Governmental Fund Financial Statements

Major Funds

General Fund - Accounts for all current financial resources not required by law or administrative action to be accounted for in another fund.

Major Special Revenue Funds:

Public Education - Provides general and special education needs of the State and other related areas such as library services and student loans.

Conservation and Environmental Protection - Provides for the preservation of the State's wildlife and environment.

Major Capital Projects Fund:

Missouri Road Fund - Accounts for revenues from highway users' fees, federal reimbursements for highway projects, and bond proceeds to be used for costs of constructing and maintaining an adequate state highway system.

Non-Major Funds

Non-Major Governmental Funds are presented in the Combining and Individual Fund Statements for non-major funds as part of Supplementary Information.

**STATE OF MISSOURI
BALANCE SHEET
GOVERNMENTAL FUNDS
June 30, 2023
(In Thousands of Dollars)**

	General Fund	Public Education	Conservation and Environmental Protection	Missouri Road Fund	Non-Major Funds	Totals June 30, 2023
ASSETS						
Cash and Cash Equivalents (Note 3)	\$ 1,726,540	\$ 85,714	\$ 89,705	\$ 386,692	\$ 220,276	\$ 2,508,927
Investments (Note 3)	11,100,217	391,296	818,392	1,173,011	983,566	14,466,482
Receivables, Net	4,943,507	309,088	1,529,384	143,742	553,564	7,479,285
Due from Other Funds (Note 15)	—	13,841	—	—	1,099	14,940
Inventories	101,250	—	311	50,230	7,569	159,360
Prepaid Items	—	—	—	2,138	—	2,138
Restricted Assets:						
Cash and Cash Equivalents (Note 3)	—	—	40,794	—	—	40,794
Total Assets	<u>\$17,871,514</u>	<u>\$ 799,939</u>	<u>\$ 2,478,586</u>	<u>\$1,755,813</u>	<u>\$1,766,074</u>	<u>\$24,671,926</u>
LIABILITIES						
Accounts Payable	\$ 2,143,389	\$ 589	\$ 36,038	\$ 176,331	\$ 55,852	\$ 2,412,199
Accrued Payroll	74,566	175	6,611	20,083	16,701	118,136
Due to Other Funds (Note 15)	4,722	—	232	268	1,160	6,382
Unearned Revenue (Note 1)	2,484,729	—	169	57,390	140	2,542,428
Advance from Component Unit	—	—	—	24,396	—	24,396
Escheat/Unclaimed Property	103,003	—	—	—	—	103,003
Total Liabilities	<u>4,810,409</u>	<u>764</u>	<u>43,050</u>	<u>278,468</u>	<u>73,853</u>	<u>5,206,544</u>
DEFERRED INFLOWS OF RESOURCES (Note 14)						
	<u>2,393,662</u>	<u>138,544</u>	<u>13,400</u>	<u>10,690</u>	<u>303,603</u>	<u>2,859,899</u>
FUND BALANCES (Note 4)						
Nonspendable	145,559	—	311	52,368	77,369	275,607
Restricted	985,580	609,376	271,673	1,414,287	558,373	3,839,289
Committed	875,137	11,325	2,044,855	—	379,989	3,311,306
Assigned	541,849	39,930	105,297	—	372,887	1,059,963
Unassigned	8,119,318	—	—	—	—	8,119,318
Total Fund Balances	<u>10,667,443</u>	<u>660,631</u>	<u>2,422,136</u>	<u>1,466,655</u>	<u>1,388,618</u>	<u>16,605,483</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$17,871,514</u>	<u>\$ 799,939</u>	<u>\$ 2,478,586</u>	<u>\$1,755,813</u>	<u>\$1,766,074</u>	<u>\$24,671,926</u>

The notes to the financial statements are an integral part of this statement.

STATE OF MISSOURI
RECONCILIATION OF THE BALANCE SHEET OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
June 30, 2023
(In Thousands of Dollars)

Total Fund Balances - Governmental Funds		\$ 16,605,483
Amounts reported for governmental activities in the Statement of Net Position are different because:		
Capital assets used in governmental funds are not financial resources and are not reported in the funds. These assets consist of (Note 5):		
Non Depreciable Capital Assets	6,406,232	
Capital Assets being depreciated/amortized	60,365,912	
Accumulated Depreciation/Amortization	<u>(31,333,165)</u>	
		35,438,979
Deferred inflows of resources related to the State's revenues that will be collected after year-end, but are not available soon enough to pay for the current period's expenditures are deferred in the funds.		2,858,687
Deferred outflows of resources related to pensions and OPEB (Other Postemployment Benefits) are applicable to future reporting periods and therefore, not reported in the funds.		1,720,679
Deferred outflows of resources related to asset retirement obligations are applicable to future reporting periods and therefore, not reported in the funds.		720
Deferred inflows of resources related to pensions and OPEB are applicable to future reporting periods and therefore, not reported in the funds.		(1,110,355)
Deferred outflows of resources related to deferred charges or credits on debt refundings are applicable to future reporting periods and therefore, not reported in the funds.		6,813
Deferred inflows of resources related to deferred charges or credits on debt refundings are applicable to future reporting periods and therefore, not reported in the funds.		(1,305)
Some liabilities are not due and payable in the current period and therefore, not reported in the funds. Those liabilities consist of (Note 10):		
Due to Other Entities	(27,561)	
Other Bonds Payable	(2,008,545)	
Unamortized Bond Premium	(110,819)	
Accrued Interest on Bonds	(20,700)	
Obligation under Financed Purchases	(4,374)	
Obligation under Right-to-Use Assets - Leases	(116,267)	
Obligation under Right-to-Use Assets - Subscriptions	(48,866)	
Pollution Remediation	(49,073)	
Asset Retirement Obligations	(1,798)	
Compensated Absences	(209,843)	
Claims Liability	(19,417)	
Contingent Liabilities	(2,415,736)	
Net Other Postemployment Benefit Obligation	(2,579,260)	
Net Pension Liability	<u>(7,552,625)</u>	
		(15,164,884)
Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. The assets and liabilities are included in governmental activities in the Statement of Net Position.		499,661
Net Position of Governmental Activities		<u><u>\$ 40,854,478</u></u>

The notes to the financial statements are an integral part of this statement.

STATE OF MISSOURI
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	General Fund	Public Education	Conservation and Environmental Protection	Missouri Road Fund	Non-Major Funds	Eliminations	Totals June 30, 2023
Revenues:							
Taxes	\$13,099,893	\$ 1,648,562	\$ 292,590	\$ 218,175	\$1,452,624	\$ —	\$ 16,711,844
Licenses, Fees, and Permits	125,648	2,840	97,555	117,689	471,240	—	814,972
Sales	2,551	7	9,243	—	6,008	—	17,809
Leases and Rentals	—	64	603	—	1	—	668
Services	169,619	177	—	—	14,389	—	184,185
Contributions and Intergovernmental	19,110,137	22,092	68,612	1,162,544	384,456	—	20,747,841
Investment Earnings:							
Net Increase (Decrease) in the Fair Value of Investments	(187,845)	(9,452)	(17,945)	(143,412)	(6,598)	—	(365,252)
Interest	296,768	6,126	16,166	149,837	11,403	—	480,300
Penalties and Unclaimed Properties	114,378	35,389	224	—	77,742	—	227,733
Cost Reimbursement/ Miscellaneous	217,546	7,389	9,658	129,692	29,800	—	394,085
Total Revenues	<u>32,948,695</u>	<u>1,713,194</u>	<u>476,706</u>	<u>1,634,525</u>	<u>2,441,065</u>	<u>—</u>	<u>39,214,185</u>
Expenditures:							
Current:							
General Government	1,479,923	468	3,187	—	327,875	—	1,811,453
Education	6,658,466	2,930,036	—	—	2,028	—	9,590,530
Natural and Economic Resources	407,177	12,136	383,315	—	346,619	—	1,149,247
Transportation and Law Enforcement	587,537	179	996	875,764	484,004	—	1,948,480
Human Services	20,419,857	3,548	922	—	645,125	—	21,069,452
Capital Outlay:							
General Government	—	—	—	—	3,685	—	3,685
Transportation and Law Enforcement	—	—	—	1,466,667	—	—	1,466,667
Human Services	—	—	—	—	59	—	59
Debt Service:							
Principal	209,129	—	1,082	102,963	154,491	—	467,665
Interest	22,814	—	101	34,021	34,410	—	91,346
Bond Issuance Costs	—	—	—	648	—	—	648
Total Expenditures	<u>29,784,903</u>	<u>2,946,367</u>	<u>389,603</u>	<u>2,480,063</u>	<u>1,998,296</u>	<u>—</u>	<u>37,599,232</u>
Excess Revenues (Expenditures)	<u>3,163,792</u>	<u>(1,233,173)</u>	<u>87,103</u>	<u>(845,538)</u>	<u>442,769</u>	<u>—</u>	<u>1,614,953</u>
Other Financing Sources (Uses):							
Proceeds from Notes/Leases/ Financed Purchases	90,315	—	66	—	5,165	—	95,546
Proceeds From Bonds	—	—	—	453,005	—	—	453,005
Bond Premium (Note 10)	—	—	—	47,643	—	—	47,643
Proceeds from Sale of Capital Assets	136	—	7	7,209	6,471	—	13,823
Transfers In (Note 16)	60,937	1,410,123	1,474	673,043	284,811	(2,023,004)	407,384
Transfers Out (Note 16)	(1,346,888)	(38,545)	(984)	—	(649,523)	2,023,004	(12,936)
Total Other Financing Sources (Uses)	<u>(1,195,500)</u>	<u>1,371,578</u>	<u>563</u>	<u>1,180,900</u>	<u>(353,076)</u>	<u>—</u>	<u>1,004,465</u>
Net Change in Fund Balances	<u>1,968,292</u>	<u>138,405</u>	<u>87,666</u>	<u>335,362</u>	<u>89,693</u>	<u>—</u>	<u>2,619,418</u>
Fund Balances - Beginning (Note 17)	8,699,446	522,226	2,334,378	1,131,293	1,297,396	—	13,984,739
Increase (Decrease) in Reserve for Inventory	(295)	—	92	—	1,529	—	1,326
Fund Balances - Ending	<u>\$10,667,443</u>	<u>\$ 660,631</u>	<u>\$ 2,422,136</u>	<u>\$1,466,655</u>	<u>\$1,388,618</u>	<u>\$ —</u>	<u>\$ 16,605,483</u>

The notes to the financial statements are an integral part of this statement.

STATE OF MISSOURI
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES IN
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

Net Change in Fund Balances - Total Governmental Funds	\$ 2,619,418
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Amounts reported for governmental activities in the Statement of Activities are different because:

Inventories, which are recorded under the purchases method for governmental fund reporting, are reported under the consumption approach on the Statement of Activities. As a result of this change, the Increase in Reserve for Inventories on the fund statement has been reclassified as a functional expense on the government-wide statement.	1,326
---	-------

Governmental funds report capital outlays as expenditures. In the Statement of Activities, however, the cost of these assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. This is the amount that capital outlays of \$1,908,440, exceeds depreciation/amortization of \$863,722 in the current period.	1,044,718
--	-----------

In the Statement of Activities only the gain/loss on the sale of assets is reported, whereas in the governmental funds, the proceeds from the sales increase financial resources. Thus the change in net position differs from the change in governmental fund balance by the net book value of the assets sold.	(14,581)
--	----------

The net effect of the donation and transfers of capital assets increased net position.	345
--	-----

Deferred inflows do not provide current financial resources and are not recognized as revenues until available in governmental funds.	258,055
---	---------

Pension and OPEB (Other Postemployment Benefits) contributions are reported as expenditures in the governmental funds when made. However, they are reported as deferred outflows of resources in the Statement of Net Position because the reported net pension liability and OPEB liability are measured a year before the report date. Pension expense and OPEB expense, which are the change in the net pension liability and the net change in OPEB liability, adjusted for changes in deferred outflows and inflows of resources related to pensions and OPEB, is reported in the Statement of Activities.

Pension Contributions	743,824
Pension Expense	(851,435)
OPEB Contributions	95,037
OPEB Expense	(43,739)

Deferred outflows of resources related to deferred charges on asset retirement obligations are applicable to future reporting periods and therefore, not reported in the funds.	(49)
---	------

Proceeds provide current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. In governmental funds, repayment of principal is an expenditure, but the repayment reduces long-term liabilities in the Combined Statement of Net Position (Note 10):

Bonds Issued	(453,005)
Bond Premiums and Refunding Costs	(45,979)
Bonds Retired	406,785
Financed Purchases Issued and Transfer In of Financed Purchases	(2,023)
Financed Purchase Payments and Transfer Out of Financed Purchases	3,732
Leases Issued and Transfer In of Lease Liability	(34,796)
Lease Payments and Transfer Out of Lease Liability	22,267
Subscription-Based Information Technology Agreements Issued	(58,724)
Subscription-Based Information Technology Agreements Payments	32,096
	(129,647)

Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore, not reported as expenditures in governmental funds (Note 10):

Amortization of Bond Premium and Refunding Costs	25,905
Increase in Accrued Interest	(2,628)
Decrease in Pollution Remediation	1,188
Decrease in Asset Retirement Obligations	17
Increase in Due to Other Entities	(20,526)
Increase in Compensated Absences	(17,284)
Increase in Contingent Liabilities	(29,871)
Decrease in Claims Liability	61,905
	18,706

Internal service funds are used by management to charge the costs of certain activities, such as insurance and telecommunications, to individual funds. The net revenue and expense of internal service funds are reported with governmental activities.	33,965
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Change in Net Position of Governmental Activities	\$ 3,775,943
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The notes to the financial statements are an integral part of this statement.



*The **Proprietary Funds** focus on economic resources and are operated in a manner similar to private business enterprises.*

Proprietary Fund Financial Statements

Major Funds

State Lottery - Accounts for proceeds from the sale of lottery tickets and all other moneys credited or transferred to this fund. A minimum of 45% of the moneys are used for prizes.

Unemployment Compensation - Accounts for contributions and payments collected under the provisions of the "Unemployment Compensation Law" to pay benefits.

Non-Major Funds

Non-major enterprise funds and all internal service funds are presented in our combining non-major fund financial statements as part of Supplementary Information.

STATE OF MISSOURI
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2023
(In Thousands of Dollars)

	Business-Type Activities - Enterprise Funds				
	Major Funds			Totals	Governmental
	State Lottery	Unemployment Compensation	Non-Major Funds	June 30, 2023	Activities Internal Service Funds
ASSETS					
Current Assets:					
Cash and Cash Equivalents (Note 3)	\$ 24,795	\$ 978,203	\$ 18,355	\$ 1,021,353	\$ 258,512
Investments (Note 3)	23,884	—	115,858	139,742	171,257
Restricted:					
Investments (Note 3)	3,815	—	—	3,815	—
Receivables, net	63,521	119,005	7,549	190,075	88,429
Due from Other Funds (Note 15)	—	361	59	420	6,318
Due from Component Units (Note 15)	—	—	—	—	1
Inventories	—	—	5,487	5,487	11,883
Prepaid Items	—	—	—	—	254
Total Current Assets	116,015	1,097,569	147,308	1,360,892	536,654
Non-Current Assets:					
Investments	—	—	—	—	111,119
Restricted:					
Cash and Cash Equivalents (Note 3)	—	—	—	—	1,741
Investments (Note 3)	24,870	—	—	24,870	200
Receivables, net	—	—	585	585	523
Capital Assets (Note 5):					
Non Depreciable Capital Assets	493	—	39,069	39,562	8,838
Capital Assets being depreciated/amortized	15,608	—	147,282	162,890	720,648
Less Accumulated Depreciation/Amortization	(12,739)	—	(76,548)	(89,287)	(464,179)
Total Non-Current Assets	28,232	—	110,388	138,620	378,890
Total Assets	144,247	1,097,569	257,696	1,499,512	915,544
DEFERRED OUTFLOWS OF RESOURCES (Note 14)	5,006	—	4,099	9,105	35,101
LIABILITIES					
Current Liabilities:					
Accounts Payable	6,179	42,331	2,290	50,800	13,526
Accrued Interest Payable	—	—	300	300	—
Accrued Payroll	348	—	285	633	2,365
Due to Other Funds (Note 15)	13,896	1,099	13	15,008	904
Unearned Revenue (Note 1)	1,030	—	480	1,510	27,075
Claims Liability (Note 10)	—	—	11,000	11,000	82,994
Grand Prize Winner Liability (Note 10)	82,464	—	—	82,464	—
Obligations under Financed Purchases (Note 10)	—	—	—	—	4,522
Obligations Under Right-to-Use Assets (Note 10)	817	—	88	905	4,722
Compensated Absences (Note 10)	778	—	529	1,307	4,091
Bonds Payable (Note 10)	—	—	2,620	2,620	—
Total Current Liabilities	105,512	43,430	17,605	166,547	140,199
Non-Current Liabilities:					
Claims Liability (Note 10)	—	—	78,492	78,492	54,898
Grand Prize Winner Liability (Note 10)	27,229	—	—	27,229	—
Obligations under Financed Purchases (Note 10)	—	—	—	—	19,995
Obligations Under Right-to-Use Assets (Note 10)	561	—	248	809	4,270
Compensated Absences (Note 10)	—	—	30	30	1,393
Asset Retirement Obligations (Note 10)	—	—	2	2	—
Net OPEB Liability (Note 10)	5,928	—	2,877	8,805	40,301
Net Pension Liability (Note 10)	25,197	—	15,989	41,186	175,472
Bonds Payable (Note 10)	—	—	52,350	52,350	—
Discount on Bonds Payable	—	—	(97)	(97)	—
Total Non-Current Liabilities	58,915	—	149,891	208,806	296,329
Total Liabilities	164,427	43,430	167,496	375,353	436,528
DEFERRED INFLOWS OF RESOURCES (Note 14)	2,292	—	2,450	4,742	15,704
NET POSITION					
Net Investment in Capital Assets	1,984	—	54,497	56,481	231,798
Restricted for:					
Other Purposes	—	18,648	—	18,648	1,934
Unrestricted	(19,450)	1,035,491	37,352	1,053,393	264,681
Total Net Position (Note 18)	\$ (17,466)	\$ 1,054,139	\$ 91,849	\$ 1,128,522	\$ 498,413
	Total Net Position Reported Above			\$ 1,128,522	
	Consolidation Adjustment of Internal Service Activities Related to Enterprise Funds			(1,248)	
	Net Position of Business-Type Activities			\$ 1,127,274	

The notes to the financial statements are an integral part of this statement.

STATE OF MISSOURI
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Business-Type Activities - Enterprise Funds				
	Major Funds			Totals	Governmental Activities Internal Service Funds
	State Lottery	Unemployment Compensation	Non-Major Funds	June 30, 2023	
Operating Revenues:					
Employer Contributions	\$ —	\$ 383,490	\$ —	\$ 383,490	\$ 554,266
Employee Contributions	—	—	—	—	136,370
Federal Contracts	—	3,072	—	3,072	—
Medicare Part D Subsidy	—	—	—	—	5,405
Licenses, Fees, and Permits	—	—	34,885	34,885	7,004
Sales	1,811,904	—	29,047	1,840,951	27,308
Leases and Rentals	—	—	5,422	5,422	76,912
Charges for Services	—	—	—	—	145,187
Cost Reimbursement/Miscellaneous	367	—	1,764	2,131	78,689
Total Operating Revenues	1,812,271	386,562	71,118	2,269,951	1,031,141
Operating Expenses:					
Cost of Goods Sold	34,680	—	20,892	55,572	24,827
Personal Service	13,743	—	12,940	26,683	96,303
Operations	105,201	—	18,460	123,661	113,616
Prizes Expense	1,253,562	—	—	1,253,562	—
Specific Programs	—	—	10,385	10,385	44,971
Insurance Benefits	—	—	—	—	673,430
Unemployment Benefits	—	191,409	—	191,409	—
Depreciation/Amortization	1,513	—	6,004	7,517	34,998
Other Charges	8,766	—	855	9,621	12,379
Total Operating Expenses	1,417,465	191,409	69,536	1,678,410	1,000,524
Operating Income (Loss)	394,806	195,153	1,582	591,541	30,617
Non-Operating Revenues (Expenses):					
Contributions and Intergovernmental	—	—	5,374	5,374	75
Interest Expense	—	—	(1,239)	(1,239)	(930)
Investment Earnings:					
Net Increase (Decrease) in the					
Fair Value of Investments	(554)	—	(4,179)	(4,733)	(3,213)
Interest	1,142	14,761	2,819	18,722	13,387
Penalties and Unclaimed Properties	—	—	4	4	8
Disposal of Capital Assets	53	—	357	410	186
Total Non-Operating Revenues (Expenses)	641	14,761	3,136	18,538	9,513
Income (Loss) Before Transfers	395,447	209,914	4,718	610,079	40,130
Transfers In (Note 16)	13	8,970	1,314	10,297	2,673
Transfers Out (Note 16)	(395,390)	(3,549)	(30)	(398,969)	(8,450)
Change in Net Position	70	215,335	6,002	221,407	34,353
Total Net Position - Beginning (Note 17)	(17,536)	838,804	85,847	907,115	464,060
Total Net Position - Ending (Note 18)	\$ (17,466)	\$ 1,054,139	\$ 91,849	\$ 1,128,522	\$ 498,413
Total Net Change in Net Assets Reported Above				\$ 221,407	
Consolidation Adjustment of Internal Services Activities Related to Enterprise Funds				388	
Change in Net Assets of Business-Type Activities				\$ 221,795	

The notes to the financial statements are an integral part of this statement.

STATE OF MISSOURI
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Business-Type Activities - Enterprise Funds				
	Major Funds			Totals	Governmental Activities
	State Lottery	Unemployment Compensation	Non-Major Funds	June 30, 2023	Internal Service Funds
Cash Flows from Operating Activities:					
Receipts from Internal Customers and Users	\$ —	\$ —	\$ 238	\$ 238	\$ 761,667
Receipts from External Customers and Users	1,810,505	395,927	64,533	2,270,965	186,006
Payments to Suppliers	(140,253)	—	(40,792)	(181,045)	(147,264)
Payments to Employees	(12,877)	—	(12,240)	(25,117)	(89,560)
Payments Made for Program Expense	(1,261,527)	(195,064)	(10,109)	(1,466,700)	(728,319)
Other Receipts	367	—	1,764	2,131	78,689
Other Payments	(8,766)	—	(855)	(9,621)	(12,379)
Net Cash Provided (Used) by Operating Activities	387,449	200,863	2,539	590,851	48,840
Cash Flows from Non-Capital Financing Activities:					
Loans Made to Outside Entities	—	—	22	22	—
Due to Other Funds	(29,647)	1,099	(4)	(28,552)	(8,251)
Due from Other Funds	—	2,044	164	2,208	602
Contributions and Intergovernmental	—	—	5,374	5,374	75
Transfers to Other Funds	(395,390)	(3,549)	(30)	(398,969)	(8,451)
Transfers from Other Funds	13	8,970	1,314	10,297	2,654
Net Cash Provided (Used) by Non-Capital Financing Activities	(425,024)	8,564	6,840	(409,620)	(13,371)
Cash Flows from Capital and Related Financing Activities:					
Interest Expense	—	—	(1,242)	(1,242)	(930)
Purchases and Construction of Capital Assets	(1,290)	—	(6,486)	(7,776)	(10,644)
Right-to-Use Asset Downpayment/Obligations	(786)	—	(112)	(898)	(10,204)
Financed Purchase Downpayment/Obligations	—	—	—	—	(5,840)
Bond Issuance	—	—	(2,605)	(2,605)	—
Disposal of Capital Assets	53	—	243	296	(782)
Net Cash Provided (Used) by Capital and Related Financing Activities	(2,023)	—	(10,202)	(12,225)	(28,400)
Cash Flows from Investing Activities:					
Proceeds from Sales and Investment Maturities	20,038	—	779	20,817	36,641
Purchase of Investments	—	—	(17,975)	(17,975)	(32,994)
Interest and Dividends Received	1,071	14,761	2,468	18,300	13,395
Investment Fees	—	—	—	—	(135)
Penalties and Other Receipts	—	—	4	4	8
Net Cash Provided (Used) by Investing Activities	21,109	14,761	(14,724)	21,146	16,915
Net Increase (Decrease) in Cash	(18,489)	224,188	(15,547)	190,152	23,984
Cash and Cash Equivalents, Beginning of Year	43,284	754,015	33,902	831,201	236,269
Cash and Cash Equivalents, End of Year	\$ 24,795	\$ 978,203	\$ 18,355	\$ 1,021,353	\$ 260,253
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:					
Operating Income (Loss)	\$ 394,806	\$ 195,153	\$ 1,582	\$ 591,541	\$ 30,617
Depreciation/Amortization Expense	1,513	—	6,004	7,517	34,998
Changes in Assets and Liabilities:					
Accounts Receivable	(1,529)	9,365	(4,761)	3,075	(1,986)
Inventories	—	—	(802)	(802)	(778)
Deferred Outflows of Resources	(845)	—	(563)	(1,408)	(6,270)
Prepaid Items	—	—	—	—	(58)
Accounts Payable	(372)	(3,655)	(638)	(4,665)	(7,985)
Accrued Payroll	20	—	(11)	9	216
Unearned Revenue	130	—	(17)	113	(2,446)
Grand Prize Winner Liability	(7,965)	—	—	(7,965)	—
Claims Liability	—	—	276	276	(9,918)
Compensated Absences	(48)	—	(41)	(89)	563
Discount on Bonds Payable	—	—	8	8	—
Net OPEB Liability	(1,306)	—	(996)	(2,302)	(8,297)
Net Pension Liability	5,384	—	4,542	9,926	38,517
Deferred Inflows of Resources	(2,339)	—	(2,044)	(4,383)	(18,333)
Net Cash Provided (Used) by Operating Activities	\$ 387,449	\$ 200,863	\$ 2,539	\$ 590,851	\$ 48,840
Non-Cash Financing and Investing Activities:					
Lease, SBITA, and Financed Purchase Issuance	\$ —	\$ —	\$ —	\$ —	\$ 13,542
Increase (Decrease) in Fair Value of Investments	(554)	—	(4,179)	(4,733)	(3,213)
Net Non-Cash Financing and Investing Activities	\$ (554)	\$ —	\$ (4,179)	\$ (4,733)	\$ 10,329

The notes to the financial statements are an integral part of this statement.



*The **Fiduciary Funds** account for assets held in a trustee or custodial capacity for others and therefore cannot be used to support the government's own programs.*

Individual fund financial statements for pension (and other employee benefit) trust funds, private-purpose trust funds, and custodial funds are presented as part of Supplementary Information.

STATE OF MISSOURI
STATEMENT OF FIDUCIARY NET POSITION
June 30, 2023
(In Thousands of Dollars)

	Pension (and Other Employee Benefit) Trust Funds	Private-Purpose Trust Funds	Custodial Funds
ASSETS			
Cash and Cash Equivalents (Note 3)	\$ 16,663	\$ 8,043	\$ 38,787
Investments at Fair Value (Note 3):			
U.S. Government Securities	4,558,314	5,389	874,825
U.S. Agency Securities	—	47,463	1,559
Repurchase	995,000	—	29,463
Stocks	252,675	—	11
Bonds	1,263,087	—	—
International Equities	5,316	—	—
Mutual and Index Funds	2,118,132	—	—
Limited Partnership	6,879,856	—	—
Other Investments	2,302,286	3,958	130
Invested Securities Lending Collateral (Note 3)	18,946	—	—
Assets Held in Escheat	—	20,818	—
Receivables, net	873,094	116	862,719
Due From Other Funds	616	—	—
Inventories	—	2	—
Capital Assets:			
Non Depreciable Capital Assets	12,141	—	—
Capital Assets being depreciated/amortized	12,623	195	—
Less Accumulated Depreciation/Amortization	(9,080)	(188)	—
Total Capital Assets, Net	15,684	7	—
Total Assets	19,299,669	85,796	1,807,494
DEFERRED OUTFLOWS OF RESOURCES (Note 14)	1,587	392	—
LIABILITIES			
Accounts Payable	701,500	721	9
Obligations under Repurchase Agreements	3,603,920	—	—
Accrued Payroll	—	25	—
Due to Other Governments	—	—	4,567
Securities Lending Obligation (Note 3)	19,284	—	—
Unearned Revenue (Note 1)	6,241	—	705
Claims Liability	8,253	—	—
Compensated Absences	968	54	—
Obligations Under Right-to-Use Assets	782	—	—
Net OPEB Liability	8,143	430	—
Net Pension Liability	—	1,855	—
Total Liabilities	4,349,091	3,085	5,281
DEFERRED INFLOWS OF RESOURCES (Note 14)	2,986	179	—
Net Position Restricted for Pension Benefits, OPEB, Deferred Compensation, and Other Purposes	\$ 14,949,179	\$ 82,924	\$ 1,802,213

The notes to the financial statements are an integral part of this statement.

STATE OF MISSOURI
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Pension (and Other Employee Benefit) Trust Funds	Private-Purpose Trust Funds	Custodial
Additions:			
Contributions:			
Employer	\$ 1,451,343	\$ —	\$ —
Plan Member	184,568	—	—
Other	139,038	—	3,351,089
Total Contributions	1,774,949	—	3,351,089
Taxes	—	—	6,227,055
Licenses, Fees, and Permits	—	—	129,271
Investment Earnings:			
Increase (Decrease) in Appreciation of Assets	850,679	(6,527)	(2,124)
Interest and Dividends	287,984	114	19,627
Securities Lending Income	900	—	—
Other Income (Expense)	(279,935)	—	—
Total Investment Earnings	859,628	(6,413)	17,503
Less Investment Expenses:			
Investment Activity Expense	(172,475)	—	165
Securities Lending Expense	(704)	—	—
Total Investment Expense	(173,179)	—	165
Net Investment Earnings (Loss)	686,449	(6,413)	17,668
Penalties and Unclaimed Property	—	81,471	388
Cost Reimbursement/Miscellaneous	2,195	11,698	24,922
Total Additions	2,463,593	86,756	9,750,393
Deductions:			
Benefits	1,543,748	—	—
Administrative Expenses	28,592	2,658	102,544
Distributions to Other Entities/Individuals	—	—	3,371,949
Distributions to Other Governments	—	—	6,081,182
Program Distributions	134,812	62,325	—
Inactive-vested Buyout Payments	72	—	—
Service Transfer Payments	4,426	—	—
Depreciation/Amortization	24	7	—
Total Deductions	1,711,674	64,990	9,555,675
Change in Net Position	751,919	21,766	194,718
Net Position - Beginning of Year (Note 17)	14,197,260	61,158	1,607,495
Net Position - End of Year	\$ 14,949,179	\$ 82,924	\$ 1,802,213

The notes to the financial statements are an integral part of this statement.



*The **Component Units** account for all transactions relating to legally separate entities which, for reporting purposes, are a part of the State.*

Component Unit Financial Statements

Major

College and Universities

Non-Major

Non-Major proprietary component unit statements are found in the combining fund financial statements as part of Supplementary Information.

**STATE OF MISSOURI
STATEMENT OF NET POSITION
COMPONENT UNITS
June 30, 2023
(In Thousands of Dollars)**

	College and Universities	Non-Major	Totals June 30, 2023
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 584,773	\$ 62,860	\$ 647,633
Investments	642,651	36,604	679,255
Invested Securities Lending Collateral	787	—	787
Receivables, Net	623,669	2,387	626,056
Inventories	67,137	1	67,138
Restricted Assets:			
Cash and Cash Equivalents	405,095	3,942	409,037
Investments	67,167	4,283	71,450
Receivables, Net	48,562	14,502	63,064
Deposits and Prepaid Expenses	51,097	309	51,406
Other Assets	1,892	—	1,892
Total Current Assets	<u>2,492,830</u>	<u>124,888</u>	<u>2,617,718</u>
Non-Current Assets:			
Investments	2,728,290	14,575	2,742,865
Advance to Primary Government	—	24,396	24,396
Receivables, Net	99,583	30,696	130,279
Restricted Assets:			
Cash and Cash Equivalents	5,384	3,053	8,437
Investments	1,895,127	19,994	1,915,121
Receivables, Net	285	11,488	11,773
Other Assets	16,859	—	16,859
Capital Assets, Net of Accumulated Depreciation/Amortization (Note 5)	6,069,014	56,553	6,125,567
Total Non-Current Assets	<u>10,814,542</u>	<u>160,755</u>	<u>10,975,297</u>
Total Assets	<u>13,307,372</u>	<u>285,643</u>	<u>13,593,015</u>
DEFERRED OUTFLOWS OF RESOURCES (Note 14)	<u>649,726</u>	<u>815</u>	<u>650,541</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable and Accrued Liabilities	387,184	217	387,401
Due to Primary Government (Note 15)	—	1	1
Securities Lending Obligation	787	—	787
Unearned Revenue (Note 1)	177,814	—	177,814
Deposits	1,704	—	1,704
Claims Liability (Note 21)	55,393	—	55,393
Compensated Absences	86,906	100	87,006
Other Postemployment Obligations, Net	390	—	390
Obligation Under Right-to-Use Assets	39,334	113	39,447
Bonds/Notes/Financed Purchases Payable (Note 11)	283,150	585	283,735
Total Current Liabilities	<u>1,032,662</u>	<u>1,016</u>	<u>1,033,678</u>
Non-Current Liabilities:			
Accounts Payable and Accrued Liabilities	29,374	—	29,374
Unearned Revenue (Note 1)	20,158	613	20,771
Deposits and Reserves	1	17,331	17,332
Claims Liability (Note 21)	51,951	—	51,951
Compensated Absences	41,066	13	41,079
Obligations Under Right-to-Use Assets	142,797	140	142,937
Asset Retirement Obligation (Note 23)	62,433	—	62,433
Bonds/Notes/Financed Purchases Payable (Note 11)	2,059,547	11,299	2,070,846
Net OPEB Liability	166,212	579	166,791
Net Pension Liability	2,394,812	3,921	2,398,733
Total Non-Current Liabilities	<u>4,968,351</u>	<u>33,896</u>	<u>5,002,247</u>
Total Liabilities	<u>6,001,013</u>	<u>34,912</u>	<u>6,035,925</u>
DEFERRED INFLOWS OF RESOURCES (Note 14)	<u>192,489</u>	<u>5,937</u>	<u>198,426</u>
NET POSITION			
Net Investment in Capital Assets	3,670,474	44,416	3,714,890
Restricted for:			
Expendable	776,131	—	776,131
Non-Expendable	1,674,941	—	1,674,941
Other Purposes	—	98,952	98,952
Unrestricted	1,642,050	102,241	1,744,291
Total Net Position	<u>\$ 7,763,596</u>	<u>\$ 245,609</u>	<u>\$ 8,009,205</u>

The notes to the financial statements are an integral part of this statement.

STATE OF MISSOURI
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION/STATEMENT OF ACTIVITIES
COMPONENT UNITS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	College and Universities	Non-Major	Totals June 30, 2023	Adjustments	Statement of Activities
Revenues:					
Operating Revenues:					
Licenses, Fees, and Permits	\$ —	\$ 2,663	\$ 2,663	\$ —	\$ 2,663
Student Tuition and Fees (Net of Scholarship Allow.)	1,023,609	—	1,023,609	—	1,023,609
Sales and Services of Educational Departments	44,515	—	44,515	—	44,515
Auxiliary Enterprises	2,567,218	—	2,567,218	—	2,567,218
Leases and Rentals	—	5,619	5,619	—	5,619
Lease Interest Revenue	—	258	258	—	258
Cost Reimbursement/Miscellaneous	118,674	21	118,695	17,400	136,095
Total Charges for Services					3,779,977
Federal Appropriations, Grants, and Contracts	295,382	—	295,382	204,775	500,157
State Grants and Contracts	197,635	—	197,635	859,795	1,057,430
Private Gifts, Grants, and Contracts	116,761	—	116,761	150,960	267,721
Additions to Endowments	1,208	—	1,208	42,236	43,444
Total Operating Grants and Contributions					1,868,752
Interest Revenue	—	1,777	1,777	(1,777)	
Total Operating Revenues	4,365,002	10,338	4,375,340	1,273,389	
Expenses:					
Operating Expenses:					
Personal Service	3,334,546	2,091	3,336,637	—	3,336,637
Operations	—	4,222	4,222	—	4,222
Specific Programs	—	1,885	1,885	—	1,885
Scholarships and Fellowships	152,831	—	152,831	—	152,831
Utilities	40,447	—	40,447	—	40,447
Supplies and Other Services	1,587,762	—	1,587,762	—	1,587,762
Contracted Services	38,418	—	38,418	—	38,418
Interest Expense	—	—	—	92,803	92,803
Depreciation/Amortization	409,280	2,411	411,691	—	411,691
Miscellaneous	37,847	93	37,940	216	38,156
Total Operating Expenses	5,601,131	10,702	5,611,833	93,019	5,704,852
Operating Income (Loss)	(1,236,129)	(364)	(1,236,493)	1,180,370	
Non-Operating Revenues (Expenses):					
Federal Appropriations, Grants, and Contracts	204,775	—	204,775	(204,775)	—
State Appropriations, Grants, and Contracts	859,795	—	859,795	(859,795)	—
Private Gifts, Grants, and Contracts	150,960	—	150,960	(150,960)	—
Contributions and Intergovernmental	—	5,196	5,196	—	5,196
Total Unrestricted Grants and Contributions					5,196
Investment Earnings:					
Increase (Decrease) in the Fair Value of Investments	(29)	1,300	1,271	—	1,271
Investment and Endowment Income (Loss)	219,814	—	219,814	—	219,814
Interest	—	1,748	1,748	1,777	3,525
Interest and Bond Related Expenses	(92,288)	(515)	(92,803)	92,803	—
Gain (Loss) on Sale of Capital Assets	(179)	(4)	(183)	183	—
Contributions to Others	—	(14)	(14)	—	(14)
Miscellaneous Revenues (Expenses)	17,400	(33)	17,367	(17,367)	—
Total Unrestricted Investment Earnings					224,596
Total Non-Operating Revenues (Expenses)	1,360,248	7,678	1,367,926	(1,138,134)	
Income Before Other Revenues (Expenses) Or Gains (Losses)	124,119	7,314	131,433	42,236	
State Capital Appropriations	165,212	—	165,212	—	165,212
Total Capital Grants and Contributions					165,212
Additions to Endowments	42,236	—	42,236	(42,236)	—
Change in Net Position	331,567	7,314	338,881	—	338,881
Net Position - Beginning of Year (Note 17)	7,432,029	238,295	7,670,324	—	7,670,324
Net Position - End of Year	\$ 7,763,596	\$ 245,609	\$ 8,009,205	\$ —	\$ 8,009,205

The notes to the financial statements are an integral part of this statement.



The Notes to the Financial Statements provide a summary of significant accounting policies and other disclosures required for a fair presentation of the basic financial statements.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

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STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies

A. Financial Statements and Reporting Entity

The accompanying financial statements of the State of Missouri (primary government) and its component units have been prepared in conformity with generally accepted accounting principles as prescribed by the Governmental Accounting Standards Board (GASB).

The financial statements include the departments, agencies, boards, commissions, and other organizational units over which the State has financial accountability. GASB set forth the following criteria in Statement No. 14, *The Financial Reporting Entity*, for determining financial accountability: appointment of a voting majority of an organization's governing body and either: 1) the ability to impose the State's will on the organization; or 2) the organization's ability to provide specific benefits to, or impose specific burdens on, the primary government. Where the State does not appoint a voting majority of the governing body, the entity would still be included if it is fiscally dependent on the State. Statement No. 39, *Determining Whether Certain Entities are Component Units*, added a requirement to include all entities whose relationship with the State would make it misleading to exclude it. Statement No. 61, *The Financial Reporting Entity: Omnibus an amendment of GASB Statements No. 14 and No. 34*, improves financial reporting by amending GASB Statement No. 14, *The Financial Reporting Entity*, and Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, in blending component units: 1) if there is a financial benefit or burden relationship with the primary government; 2) management of the primary government has operational responsibility for the component unit's activities; and 3) if the total outstanding debt is expected to be repaid entirely or almost entirely with the resources of the primary government. GASB Statement No. 80, *Blending Requirements for Certain Component Units - an amendment of GASB Statement No. 14*, requires component units to be blended if they are incorporated as not-for-profit corporations and the primary government is the sole corporate member.

In addition to the legislative, executive, and judicial branches, the following organizations are included in these financial statements:

Component Units (Blended):

Blended component units are legally separate entities from the State, but are so intertwined with the State that they are, for all practical purposes, the same as the State. They are reported as part of the primary government and blended into the appropriate funds. The following component units are blended because they provide services entirely or almost entirely to the primary government:

Governmental Funds:

Board of Fund Commissioners – The Board was created by state law and is comprised of the Governor, Lieutenant Governor, Attorney General, State Treasurer, and the Commissioner of Administration. The Board's purpose is to issue, redeem, and cancel state general obligation bonds and perform other administrative activities related to state general obligation debt as assigned by law. Separate financial statements are not required or issued for the Board.

Board of Private Investigator and Private Fire Investigator Examiners – The Board was created by state law and is charged with the licensure and regulation of the practice of private investigators and private fire investigators in Missouri. The seven member board shall consist of three private investigators, two private fire investigators, and two public members, appointed by the Governor. The Board is appointed by the primary government. It is therefore considered a blended special revenue fund and shown in the financial statements as part of the primary government.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

Coordinating Board for Early Childhood – The Board was created by state law within the Missouri Children's Services Commission. The Board's purpose is to develop a comprehensive statewide long-range strategic plan for a cohesive early childhood system, and to work with public and private entities for the purpose of promoting and improving the development of Missouri's children from birth through age five. The 17 member Board is composed of representatives from the Governor's Office; the following departments: Health and Senior Services, Mental Health, Social Services, and Elementary and Secondary Education; the judiciary; the Family and Community Trust Board; the Head Start Program; and nine members appointed by the Governor. The majority of the board members are appointed by the primary government and, therefore, separate financial statements are not required for the Board.

Internal Service Funds:

Board of Public Buildings – This is reported with the State Facility Maintenance and Operation Fund. The Board was created by state law and its governing body is made up of the Governor, the Lieutenant Governor, and the Attorney General. Its purpose is to provide state buildings by issuing revenue bonds and to supervise the operations of these facilities. All construction contracts must be approved by the Division of Facilities Management, Design and Construction, and its projects must be approved by the General Assembly. The Board can require state agencies to occupy its projects. The General Assembly appropriates to the Board, on behalf of the state agencies, amounts sufficient to pay the principal and interest on the bonds and pay the costs of operations.

Missouri State Employee's Insurance Plan – The Plan was created to provide basic life insurance to eligible members and is administered through the Missouri State Employees' Retirement System (MOSERS). Death benefits, optional life insurance, and long-term disability benefits are also provided by the Plan for certain members. Copies of the System's financial statements may be requested from:

Missouri State Employees' Retirement System
P.O. Box 209
Jefferson City, Missouri 65102-0209

Missouri Consolidated Health Care Plan (MCHCP) – The Plan was created by state law to provide medical benefits to its members and is administered by a board of trustees. The Board consists of two members of the Senate; two members of the House; three members appointed by the Governor; the Director of the Department of Health and Senior Services; the Director of the Department of Commerce and Insurance; the Commissioner of Administration; two members of the system who are current employees; and one member of the system who is a retiree. The management of MCHCP is the responsibility of the Executive Director who is appointed by the Board. Copies of the Plan's financial statements may be requested from:

Missouri Consolidated Health Care Plan
P.O. Box 104355
832 Weathered Rock Court
Jefferson City, Missouri 65110-4355

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

MoDOT/MSHP Medical and Life Insurance Plan – The Plan provides health and life insurance coverage to eligible employees, retirees, and their dependents of the Missouri Department of Transportation (MoDOT) and the Missouri State Highway Patrol (MSHP). The Plan is administered by a board of trustees consisting of four active MoDOT employees, one retired MoDOT employee appointed by the Director of MoDOT, two active MSHP employees, and one retired MSHP employee appointed by the Superintendent of MSHP. Additional information may be requested from:

Missouri Department of Transportation
Financial Services Division
P.O. Box 270
Jefferson City, Missouri 65102

Pension (and other employee benefit) trust funds:

Missouri State Employees' Retirement System (MOSERS) – The System was created by state law and provides retirement, survivor, and disability benefits to its members and is administered by a board of trustees. The Board consists of two members of the Senate, two members of the House, two members appointed by the Governor, three members elected by the System's members, the State Treasurer, and the Commissioner of Administration. The management of MOSERS is the responsibility of the Executive Director who is appointed by the Board. The MOSERS Board of Trustees also oversees the State's Deferred Compensation Plan which is administered by a third party. Copies of the System's financial statements may be requested from:

Missouri State Employees' Retirement System
P.O. Box 209
Jefferson City, Missouri 65102-0209

Missouri Department of Transportation and Highway Patrol Employees' Retirement System (MPERS) – The System provides retirement, survivor, and disability benefits to qualified employees of the Missouri Department of Transportation, uniformed and non-uniformed members of the Missouri State Highway Patrol, and MPERS staff. The System is administered by a board of trustees consisting of three members of the Missouri Highways and Transportation Commission, the Director of the Missouri Department of Transportation, the Superintendent of the Missouri State Highway Patrol, one member of the Senate, one member of the House, one member elected by MoDOT employees, one member elected by the Missouri State Highway Patrol employees, one retired member elected by retired MoDOT employees, and one retired member elected by retired Missouri State Highway Patrol employees. Copies of the System's financial statements may be requested from:

Missouri Department of Transportation and
Highway Patrol Employees' Retirement System
P.O. Box 1930
Jefferson City, Missouri 65102-1930

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

Missouri Consolidated Health Care Plan (MCHCP) State Retiree Welfare Benefit Trust – The Trust was established on June 27, 2008, to provide health and welfare benefits for the exclusive benefit of current and future retired employees of the State and their dependents who meet eligibility requirements, except those covered by other State sponsored post-employment benefit plans. The Trust is administered by the MCHCP board of trustees, which also administers the benefits for the active participants of the Plan. The net position and activity related to active participants are reported in an internal service fund. Copies of the Plan's financial statements may be requested from:

Missouri Consolidated Health Care Plan
P.O. Box 104355
832 Weathered Rock Court
Jefferson City, Missouri 65110-4355

Missouri State Public Employees' Deferred Compensation Plan – The Missouri State Public Employees' Deferred Compensation Plan is administered by ICMA-RC and oversight of the Plan is provided by the MOSERS board of trustees. Under this Plan, employees are permitted to defer a portion of their current salary until future years. In addition, eligible employees have the opportunity to participate in the Missouri State Employees' Deferred Compensation Incentive Plan. Under this Plan, the State contributes \$25, \$30, or \$35 per month on behalf of any employee who contributes at least that amount to the Missouri State Public Employees' Deferred Compensation Plan and who has been an employee of the State for at least one year. However, due to budget constraints, the State's contribution amount was suspended in March 2010. Copies of financial statements for both Plans may be requested from:

Plan Administrator
c/o MOSERS
P.O. Box 209
Jefferson City, Missouri 65102-0209

Component Units (Discretely Presented):

Discretely presented component units are legally separate entities for which the State is financially accountable. The financial data for these entities is reported separately from the financial data of the primary government.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

Major

College and Universities — The Coordinating Board for Higher Education has certain responsibilities for these institutions and they receive State support. Following are the public college and universities included in the financial statements:

Harris-Stowe State University
3026 Laclede Avenue
St. Louis, Missouri 63103

Southeast Missouri State University
One University Plaza, Mail Stop 3200
Cape Girardeau, Missouri 63701

Lincoln University
820 Chestnut Street
Jefferson City, Missouri 65102

State Technical College of Missouri
One Technology Drive
Linn, Missouri 65051

Missouri Southern State University
3950 East Newman Road
Joplin, Missouri 64801-1595

Truman State University
Business Office
100 East Normal
Kirksville, Missouri 63501

Missouri State University
901 South National Avenue, Room 119
Springfield, Missouri 65897

University of Central Missouri
316 Administration Building
Warrensburg, Missouri 64093

Missouri Western State University
4525 Downs Drive
St. Joseph, Missouri 64507

University of Missouri System
118 University Hall
Columbia, Missouri 65211

Northwest Missouri State University
107 Administration Building
800 University Drive
Maryville, Missouri 64468-6001

Non-Major

Missouri Development Finance Board — The Board was created by state law as an independent, self-supporting, body corporate and politic to promote economic development of the State and was created within the Department of Economic Development. The Board is empowered to issue taxable, tax-exempt, and public purpose infrastructure industrial revenue bonds or notes; provide loans or loan guarantees to eligible businesses; provide loans and grants to political subdivisions to fund public infrastructure improvements; and issue tax credits against certain state income taxes in exchange for contributions made to the Board. The twelve member board is made up of the Lieutenant Governor and the Directors of the Department of Economic Development, the Department of Natural Resources, and the Department of Agriculture, who serve as ex-officio voting members, and eight members appointed by the Governor and confirmed by the Senate. Copies of the Board's financial statements may be requested from:

Missouri Development Finance Board
Governor Office Building
200 Madison Street, Suite 1000
Jefferson City, Missouri 65102

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

Missouri Agricultural and Small Business Development Authority — The Authority was created by state law and is authorized to issue bonds to finance agricultural and small business development loans for property acquisitions/renovations and pollution control facilities throughout the State. If for any reason, the Authority ceases to exist, all rights and properties of the Authority will pass to the State. Its governing body consists of seven members appointed by the Governor with the advice and consent of the Senate. Copies of the Authority's financial statements may be requested from:

Missouri Agricultural and Small
Business Development Authority
P.O. Box 630
1616 Missouri Boulevard
Jefferson City, Missouri 65102

Missouri Transportation Finance Corporation — The Corporation is a not-for-profit corporation organized under the Missouri Nonprofit Corporation Law. The Corporation is financed by federal highway and transit dollars, plus state and local matching funds. It is authorized to issue revenue bonds. The Corporation provides loans to assist public and private entities to fund highway and transportation projects throughout the State. Missouri Transportation Finance Corporation's board determines which applicants are extended loans. Copies of the Corporation's financial statements may be requested from:

Missouri Transportation Finance
Corporation
P.O. Box 270
105 West Capitol Avenue
Jefferson City, Missouri 65102

Missouri Wine and Grape Board — The Board was created by state law to further growth and development of the grape growing industry in Missouri and foster the expansion of the grape market for Missouri grapes. The eleven member board consists of seven members representing the grape and wine industry, food service industry, or media marketing industry. The four other members include the director of the Department of Agriculture and the presidents of the Missouri Grape Growers Association, the Missouri Vintners Association, and the Missouri Wine Marketing and Research Council. Copies of the Board's annual report may be requested from:

Missouri Wine and Grape Board
P.O. Box 630
1616 Missouri Boulevard
Jefferson City, Missouri 65102

State Environmental Improvement and Energy Resources Authority — The Authority was created by state law and is authorized to finance, acquire, construct, and equip projects to reduce, prevent, and control pollution and develop the energy resources of the State. The Authority is governed by a five-member board appointed by the Governor with the advice and consent of the Senate. Copies of the Authority's annual report may be requested from:

State Environmental Improvement and
Energy Resources Authority
425 Madison Street
Jefferson City, Missouri 65101

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

Related Organizations

Related organizations are excluded from the financial reporting entity because the State's accountability does not extend beyond appointing a voting majority of the organization's board members. Related organizations of the State of Missouri include:

Missouri Health and Educational Facilities Authority — finances health and educational facilities.

Missouri Higher Education Loan Authority — provides a secondary market for loans made under the Federal Family Education Loan Program.

Missouri Housing Development Commission — finances the purchase, development or rehabilitation of affordable housing and funds housing assistance.

Missouri Technology Corporation — promotes the modernization of businesses through the development of science and technology applications.

Missouri Public Entity Risk Management Fund — provides liability protection to participating public entities, their officials, and employees.

Jackson County Sports Complex Authority — responsible for construction, operation, and financing of the Jackson County Sports Complex.

Kansas City Regional Sports Complex Authority — responsible for the study and review of all current major sports leagues, clubs, or franchises in Kansas City.

St. Charles County Convention and Sports Facility Authority — responsible for planning, constructing, and managing convention and sports facilities in the St. Charles area.

Missouri Cotton Growers' Organization — organized for boll weevil eradication.

Universal Service Board — organized to ensure just, reasonable, and affordable rates for comparable essential local telecommunication services throughout the State.

Interstate Commission for Adult Offender Supervision — responsible for promoting public safety and protecting the rights of victims through the control and regulation of the interstate movement of adults placed under community supervision.

Board of Trustees of the Missouri Mesothelioma Risk Management Fund — provides coverage of liabilities for participating employers relating to mesothelioma awards.

P-20 Council — organized to create a more efficient and effective education system that more adequately prepares students for the challenges of entering the workforce.

Missouri Propane Safety Commission — responsible for developing comprehensive plans and programs for the prevention, control, and abatement of propane-related accidents in Missouri.

Missouri Family Trust Board of Trustees — provides trust services for persons with disabilities.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements:

The government-wide financial statements focus on the government as a whole. The Statement of Net Position and Statement of Activities report information on all non-fiduciary activities of the primary government and its component units. Primary government activities are distinguished between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Governmental activities include governmental type funds and internal service funds. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services and consist of enterprise funds.

The Statement of Net Position presents the reporting entity's non-fiduciary assets, deferred outflows, liabilities, and deferred inflows with the difference reported as net position.

The Statement of Activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. Indirect costs, such as depreciation/amortization expense, are included in the direct expenses reported for individual functions. Program revenues include: 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not meeting the definition of program revenues are instead reported as general revenues.

The government-wide financial statements are presented using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recognized when incurred. Fiduciary funds have been excluded from the government-wide financial statements because, by definition, the resources of these funds cannot be used to support government operations. Generally, interfund transactions have also been eliminated. Some interfund transactions, such as the exchange of services, were not eliminated because doing so would mistakenly understate both expenses of the buyer and revenues of the seller.

Fund Financial Statements:

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though fiduciary funds are excluded from the government-wide statements. For governmental and proprietary fund financial statements, the emphasis is on major individual governmental and enterprise funds, with each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as non-major funds. Internal service funds are also aggregated and reported in a separate column on the proprietary fund financial statements.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

The governmental fund financial statements are presented using the current financial resources measurement focus and modified accrual basis of accounting. With the current financial resources measurement focus, only current assets and current liabilities are included on the balance sheet. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to pay current period liabilities. Operating statements of governmental funds present increases (i.e., revenues and other financing sources) and decreases (i.e., expenditures and other financing uses) in fund balance. Material revenues susceptible to accrual include federal grants and sales and income taxes. Expenditures are recognized when the related fund liability is incurred except for the following:

- Principal and interest on general long-term debt is recorded as an expenditure when due.
- Compensated absences (accumulated vacation and compensatory time) and sick pay are recorded as expenditures when paid.
- Inventories are reported as expenditures when purchased, except for the Missouri Road Fund, which updates inventory perpetually under the consumption method.

The proprietary, pension (and other employee benefit) trust, private-purpose trust, and custodial fund financial statements are presented using the economic resources measurement focus and accrual basis of accounting. With the economic resources measurement focus, assets, deferred outflows, liabilities, and deferred inflows associated with the operation of these funds are included on the Statement of Net Position. Under the accrual basis of accounting, revenues are recognized in the period earned and expenses are recognized in the period incurred. Proprietary fund-type operating statements present revenues and expenses in total net position. Operating revenues and expenses in proprietary funds are classified as those activities that make up the primary ongoing operations associated with those funds. Non-operating revenues and expenses in proprietary funds are classified as those activities that are deemed incidental or unusual for those funds.

The discretely presented component unit financial statements are presented using the economic resources measurement focus and accrual basis of accounting with the following exception in regard to the college and universities. Revenues and related expenditures in connection with the summer sessions in progress at June 30 are deferred at that date.

The State reports the following major funds categories:

General Fund – accounts for all current financial resources not required by law or administrative action to be accounted for in another fund. Major revenues include contributions and taxes.

Public Education – provides general and special education needs of the State and other related areas such as library services and student loans. Major revenues include contributions and taxes.

Conservation and Environmental Protection – provides for the preservation of the State's wildlife and environment. Major revenues include contributions, taxes and licenses, fees, and permits.

Missouri Road Fund – accounts for revenues from highway users' fees, federal reimbursements for highway projects, and bond proceeds to be used for costs of constructing and maintaining an adequate state highway system. Major revenues are from contributions.

State Lottery – accounts for proceeds from the sale of lottery tickets and all other moneys credited to this fund. A minimum of 45% of the moneys are used for prizes. Major revenues are from sales of lottery tickets.

Unemployment Compensation – accounts for contributions, payments, and federal loans collected under the provisions of the Unemployment Compensation Law to pay benefits. Major revenues include federal and employer contributions.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

C. Basis of Presentation

The State's financial practices are based upon fund accounting concepts. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, together with all related liabilities and fund balances, and changes therein, that are segregated for the purpose of carrying on specific activities or attaining certain objectives in accordance with special regulations, restrictions, or limitations.

The accompanying financial statements are structured into three categories of funds and discretely presented component units:

Primary Government:

Governmental Funds include the General Fund, special revenue funds, debt service funds, capital projects funds, and permanent funds. These funds account for the revenues and expenditures, capital outlay, and certain debt service of the State.

Proprietary Funds include enterprise funds and internal service funds. These funds account for the cost of certain services provided by the State.

Fiduciary Funds include pension (and other employee benefit) trust funds, private-purpose trust funds, and custodial funds. These funds account for assets held by the State in a trustee or custodial capacity for individuals, other governments, and other entities.

Discretely Presented Component Units:

Major

College and Universities account for moneys from student tuition and fees, federal and state grants, debt proceeds, gifts and contributions, state appropriations, investments, and endowments. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position are accounted for on the Statement of Net Position. Revenues, expenses, gains, and losses are reported on the Statement of Revenues, Expenses, and Changes in Net Position/Statement of Activities.

Non-Major

Non-Major Component Units account for moneys from bond proceeds, loans, contributions, gifts, grants, and other revenue sources. Assets, deferred outflows of resources, liabilities, deferred inflows of resources, and net position are accounted for on the Statement of Net Position. Revenues, expenses, gains, and losses are reported on the Statement of Revenues, Expenses, and Changes in Net Position/Statement of Activities.

D. Cash and Cash Equivalents

For reporting purposes, cash and cash equivalents include bank accounts, petty cash, and all investments with an original maturity of 92 days or less, such as certificates of deposit, money market certificates, and repurchase agreements. Cash and cash equivalents on the Proprietary Funds Statement of Cash Flows are also reported under this definition. This definition excludes Fiduciary funds. Cash balances of most state funds are pooled and invested by the State Treasurer (see *Note 3*).

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

E. Investments

These are long-term investments with an original maturity greater than 92 days, which are expected to be held to maturity and redeemed at face value. The majority of investments are reported in pension (and other employee benefit) trust funds, however, investments are held in all fund types. Repurchase agreements, certificates of deposit, and overnight commercial paper held by the State Treasurer's Office are reported at amortized cost. The Missouri State Public Employees' Deferred Compensation Plan and the Missouri State Public Employees' Deferred Compensation Incentive Plan report their Stable Value Funds at contract value. The Missouri State Employees' Retirement System reports their cash held in investment accounts and repurchase agreements at cost plus accrued interest. All other investments of the State are reported at fair value.

There are multiple funds that have income from investments which are directed to the General Fund. These funds consist of special revenue, enterprise, internal service, private-purpose, and custodial funds.

F. Interfund Receivables/Payables

The State makes various transactions between funds or between the primary government and component units to distribute interest earnings, finance operations, provide services, and acquire capital assets. These receivables at June 30 are classified as "due from other funds" or "due from primary government/component units" on the Balance Sheet and Statement of Net Position. Payables are classified as "due to other funds" or "due to primary government/component units" on the Balance Sheet and Statement of Net Position (see *Note 15*). These receivables/payables are due within one year. Any receivables/payables that are due to and due from an enterprise fund are eliminated on the face of the Proprietary Funds Statement of Net Position. If any receivables/payables that remain after this elimination are both in the same activity (Governmental), they are eliminated at the Government-Wide Statement of Net Position. Interfund receivables/payables between the primary government and the component units or the fiduciary funds are reclassified as accounts receivable/payable at the government-wide level. Any remaining interfund receivables/payables are reported as internal balances on the Government-Wide Statement of Net Position.

G. Advances to/from Other Funds

Long-term interfund receivables are classified as "advances to other funds" or "advances to primary government/component units" on the Balance Sheet and Statement of Net Position. Long-term interfund payables are classified as "advances from other funds" or "advances from primary government/component units" on the Balance Sheet and Statement of Net Position (see *Note 15*). These receivables/payables are eliminated if both the receivable and payable are in the same activity (Governmental). Advances to/from that are between the primary government and the component units are reclassified as accounts receivable/payable at the government-wide level. Any remaining long-term interfund receivables/payables are reported as internal balances on the Government-Wide Statement of Net Position.

H. Inventories

Inventories in the governmental funds consist of expendable supplies held for consumption, the cost of which is recorded as an expenditure at the time of purchase, except for the Missouri Road Fund, which updates inventory perpetually under the consumption method. Inventory balances for governmental funds are shown in the nonspendable fund balance classification. Inventories in the proprietary funds consist of both expendable supplies held for consumption and the cost of goods held for resale, the cost of which is recorded as an expense as they are used. Inventories are valued at cost using various methods such as moving average; weighted average; and first-in, first-out.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

I. Capital Assets

Capital assets, which include construction in progress, software in progress, infrastructure in progress, land, land improvements, permanent and temporary easements, buildings and improvements, equipment, software, trademarks, and infrastructure assets, are valued at historical cost or estimated historical cost if actual historical cost is not available. The estimate of historical cost was based on current appraised value indexed to the date of acquisition. Donated capital assets are reported at estimated acquisition value at the time received. Assets the State has the right to use per lease or subscription agreements are capitalized at the inception of the lease term and capital assets acquired through financed purchases are capitalized at the date the obligation is established (see *Notes 5, 6, and 11*).

Infrastructure assets (including highways, bridges, streets and sidewalks, drainage systems, lighting systems, communication towers, and similar items) are capitalized. Interest costs incurred during construction of capital assets are not capitalized.

The capitalization threshold for all capital assets is as follows: land improvements – \$15,000, buildings and improvements – \$15,000, software and trademarks – \$5,000, equipment – \$1,000, right-to-use land – \$20,000, right-to-use buildings – \$50,000, right-to-use equipment – \$1,000, right-to-use temporary easements – \$5,000, right-to-use software – \$50,000 and right-to-use infrastructure – \$100,000. No dollar threshold is set for land, easements, or infrastructure.

Capital assets are depreciated/amortized using the straight-line method of depreciation/amortization over the following useful lives: buildings – 40 to 50 years, land improvements and building improvements – 15 to 20 years, temporary easements – term of easement, equipment – 2 to 5 years, software – 3 to 5 years, trademarks – 10 years, infrastructure – 12 to 50 years, right-to-use land – lease term, right-to-use software – shorter of lease term or useful life, right-to-use buildings – shorter of lease term or useful life, right-to-use equipment – shorter of lease term or useful life, right-to-use temporary easement – shorter of lease term or useful life, and right-to-use infrastructure – shorter of the lease term or useful life. Construction in progress, software in progress, infrastructure in progress, land, and permanent easements are not depreciated/amortized.

Most works of art and historical treasures are not capitalized or depreciated/amortized. The State's non-capitalized collections include the historical artifacts at the various state museums and historical sites, monuments, and other art throughout the capitol grounds. Assets that were previously capitalized continue to be reported in the government-wide financial statements.

Component unit capital assets are stated at cost and are depreciated/amortized using the straight-line method of depreciation/amortization over the following useful lives: buildings – 40 years, land improvements and building improvements – 20 years, equipment – 5 to 15 years, software – 3 to 5 years, right-to-use land – lease term, right-to-use buildings – shorter of lease term or useful life, right-to-use equipment – shorter of lease term or useful life, and right-to-use infrastructure – shorter of the lease term or useful life.

J. Obligations Under Right-To-Use Assets

Leases and subscriptions where the State of Missouri is the lessee, are recognized based on the present value of future lease/subscription payments over the contract term. A lease/subscription liability and an intangible right-to-use lease/subscription asset are recognized including right-to-use land, buildings, equipment, communication infrastructure, temporary easements, and subscriptions. Lease/subscription right-to-use assets are reported with capital assets, and lease/subscription liabilities are reported as long-term debt in the statement of Net Position (see *Notes 5, 6, and 10*). The right-to-use lease/subscription assets are amortized over the term of the lease/subscription or the underlying asset's useful life, whichever is shorter.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

Leases where the State of Missouri is the lessor, a lease receivable and a deferred inflow of resources are recognized based on the present value of lease payments over the contract term (see *Notes 13 and 14*). Types of assets the State leases as a lessor include land and buildings. The deferred inflow of resources is amortized evenly over the life of the lease.

K. Deferred Outflow of Resources and Deferred Inflow of Resources

In addition to assets, the Statement of Net Position/Balance Sheet may report a separate line item for deferred outflows of resources. Deferred outflows of resources consist of the decrease of net position by the State that is applicable to a future reporting period and will not be recognized as outflow of resources (expense/expenditure) until then.

In addition to liabilities, the Statement of Net Position/Balance Sheet may report a separate line item for deferred inflows of resources. Deferred inflows of resources consist of the increase of net position by the State that is applicable to a future reporting period and will not be recognized as inflow of resources (revenue) until then.

L. Unearned Revenues

Unearned revenues are amounts collected in advance of the year in which earned.

M. Long-Term Debt

Long-term liabilities that will be financed from governmental funds are not reported on the fund financial statements. However, the long-term liabilities are reported on the government-wide financial statements. The reconciliation between fund financial statements and government-wide financial statements includes a line item for the long-term liabilities of governmental funds. These long-term liabilities include the following:

1. Due to Other Entities includes outstanding principal on advances from other governments and contractual obligations to other governments. The expenditures are recorded in the appropriate governmental funds when the liability is paid (see *Note 10*).
2. Outstanding principal for general obligation debt. The expenditure for payment of principal and interest for general obligation debt is recorded in the debt service funds when paid (see *Note 11*).
3. Outstanding principal for bonds issued by the Board of Public Buildings, bonds issued by the Missouri Development Finance Board, and the State Road Bonds issued by the Missouri Highways and Transportation Commission. The expenditure for payment of principal and interest for these bonds is recorded in the appropriate governmental and enterprise funds when paid (see *Note 11*).
4. Bond premiums and discounts are deferred and amortized over the life of the bonds using the effective interest rate method in the government-wide financial statements. Bonds payable are reported net of the applicable bond premium and discount.

In the fund financial statements, governmental fund and enterprise fund types recognize bond premiums and discounts during the current period. Premiums and discounts on debt issuances are reported as other financing sources (see *Note 10*).

5. Obligations under right-to-use assets - leases, right-to-use assets - subscription-based information technology arrangements, and financed purchases reported include the present value of net minimum future lease payments, which will be paid from the General Fund, various special revenue funds, proprietary funds, and the Missouri Road Fund (see *Notes 6 and 11*).

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

6. Pollution remediation liabilities are measured based on the pollution remediation outlays expected to be incurred to settle those liabilities. These liabilities include all remediation work that the State expects to perform, including work expected to be performed for other responsible parties or potentially responsible parties, whether or not the State is required to do that work. For goods or services used for pollution remediation activities, amounts that are normally expected to be liquidated with expendable available financial resources are recognized as liabilities upon receipt of those goods and services (see *Note 22*).
7. Asset Retirement Obligations are measured based on the best estimate of the current value of outlays expected to be incurred. These liabilities include all legally enforceable amounts associated with the future retirement of a tangible capital asset. Liabilities and expenditures are recognized for goods and services used for asset retirement activities upon receipt of those goods and services (see *Note 23*).
8. Compensated absences include accumulated unpaid vacation and compensatory time accruals and related employer payroll taxes. These amounts are not accrued in the governmental funds, but are recorded as expenditures when paid (see *Note 10*).

Vacation leave is accumulated at a rate of 10 to 14 hours per month depending on the number of years of employment. Accumulated vacation leave cannot exceed twice the number of vacation hours earned annually. Compensatory time is accumulated as earned by an individual employee.

Sick leave is accumulated at a rate of 10 hours per month with no limit to the amount which can be accumulated. Accumulated sick leave is not paid upon employee termination and does not represent a liability of the State. However, unused sick leave may be converted to additional credited service upon retirement (usable only for benefit computation, not eligibility).

9. Claims and contingent liabilities include estimates of the risk of loss related to tort liability, general liability, motor vehicle liability, contractor liability, and injuries to employees. These liabilities are reported when it is probable that a loss has occurred and the amount of loss can be reasonably estimated. These losses include an estimate of claims that have been incurred, but not reported. Expenditures are recorded in the fund from which the liability is paid (see *Notes 21 and 24*).
10. The State provides postemployment health care (OPEB) and life insurance benefits to the majority of employees who either retire from the State or receive long-term disability benefits. These benefits are administered by the Missouri Consolidated Health Care Plan (MCHCP), the Missouri State Employees' Retirement System (MOSERS), the MoDOT/MSHP Medical and Life Insurance Plan (MHPML), and the Conservation Employees' Insurance Plan (CEIP). MCHCP is a cost-sharing multiple-employer defined benefit plan, while MHPML and CEIP are single-employer defined benefit plans. Health care benefits and MOSERS life insurance benefits are funded through both employer and employee contributions. The University of Missouri's OPEB plan is a single-employer defined benefit plan for all qualified employees.

For the purposes of measuring the total/net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, information about the fiduciary net position and additions to/deductions from have been recognized on the same basis as they are reported by the plans. Employer contributions are recognized as revenue and reported when due and payable. Benefits are recognized when due and payable in accordance with the terms of the plan. Investments are reported at fair value (see *Note 8*).

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

11. The State has two major retirement systems which cover substantially all State employees and a retirement plan for University of Missouri employees. These systems are the Missouri State Employees' Retirement System (MOSERS) and the Missouri Department of Transportation and Highway Patrol Employees' Retirement System (MPERS). The Missouri State Employees' Plan (MSEP) is a cost-sharing multiple employer defined benefit public employee retirement plan administered by MOSERS. MOSERS also administers the Judicial Plan, a single-employer defined benefit public employee retirement plan. MPERS is a single-employer defined benefit public employee retirement plan. The University of Missouri Retirement, Disability, and Death Benefit Plan is a single-employer defined benefit plan for all qualified employees.

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position and additions to/deductions from the fiduciary net position have been determined on the same basis as they are reported. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value (see Note 7).

Long-term liabilities of all proprietary, pension (and other employee benefit) trust, and private-purpose trust funds are accounted for in the respective funds.

N. Net Position and Fund Balance

The difference between fund assets, deferred outflows, liabilities, and deferred inflows is reported as "Net Position" on the government-wide, proprietary, fiduciary, and component unit fund statements and "Fund Balance" on the governmental fund financial statements.

Net Position is reported in three categories:

Net Investment in Capital Assets – An account used to segregate the portion of net position attributable to capital assets and related debt. It consists of capital assets, net of accumulated depreciation/amortization and reduced by outstanding balances of bonds, notes, and other debt that are attributed to acquisition, construction, or improvement of those assets.

Restricted Net Position – An account used to segregate the portion of net position that have constraints on their use, which are either externally imposed by creditors, grantors, contributors, and the like, or imposed by law through enabling legislation.

Enabling legislation authorizes the State to assess, levy, charge, or otherwise mandate payment of resources (from external resource providers) and includes a legally enforceable requirement that those resources be used only for the specific purposes stipulated in the legislation. At June 30, 2023, net position restricted by enabling legislation equaled \$1,051,878,000 for governmental activities.

Unrestricted Net Position – An account used to segregate the portion of net position that does not meet the definition of the two preceding categories.

When both restricted and unrestricted resources are available for use, generally the State uses restricted resources first, then unrestricted resources as they are needed. However, there may be instances in which restricted funds may only be spent in proportion to unrestricted funds spent.

Governmental Fund Balance Classifications

The State's fund balances are classified as:

Nonspendable – Amounts that are not expected to be converted to cash or amounts that are legally or contractually required to be maintained intact.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 1 - Significant Accounting Policies (cont.)

Restricted – Amounts that are restricted for specific purpose due to constraints that are externally imposed by creditors, grantors, contributors, laws and regulations of other governments, or imposed by law through constitutional provisions or enabling legislation.

Committed – Amounts that can only be used for specific purposes pursuant to constraints imposed by a formal action of the legislature. Committed amounts cannot be used for other purposes unless the General Assembly passes legislation to remove the restraints.

Assigned – Amounts that are constrained by the legislature's intent to be used for a specific purpose, but do not meet the criteria for restricted or committed. The constraint for assigned fund balance is established by the Revised Statutes of the State of Missouri.

Unassigned – Amounts that do not meet the criteria of any of the classifications listed above.

Negative Fund Balance

A negative fund balance is prohibited in all fund balance classifications except Unassigned. When a negative fund balance exists, the shortfall would be covered by the next fund balance classification for that specific purpose.

O. Interfund Transactions

During the fiscal year, the State incurs various transactions between funds, including expenditures and transfers of resources to distribute interest earnings, finance operations, provide services, service debt, and acquire capital assets. Interfund transactions consist of these three types:

1. Transactions that would be treated as revenues or expenditures/expenses, if they involved organizations external to the State, are similarly treated when involving other funds of the State. Major transactions that fall into this category include payments to internal service funds from other funds for services rendered.
2. Transactions that reimburse another fund for an expense reduce the expenses of the fund that is being reimbursed and increase the expenses for the fund doing the reimbursement. Therefore, they are not shown on the face of the statements.
3. Operating subsidies and transfers from funds receiving revenues to funds through which the resources are to be expended are classified as transfers (see *Note 16*). These transactions are eliminated on the face of the financial statements if the transfer in and transfer out are either both in governmental funds or both in enterprise funds. Of the remaining transfers, any transfers in and transfers out that are within the governmental activities are eliminated at the Government-Wide Statement of Activities.

P. Property Taxes

Presently there is a state property tax of three cents on each hundred dollars assessed valuation on all real estate and personal property. The tax collected is deposited into the Blind Pension Fund, which is a component of social assistance.

Property taxes in Missouri are levied by October 31 of each year on assessed valuation as of January 1 of that year. Property taxes are due and payable by December 31 and penalties on unpaid taxes are imposed after that date. Assessed values are established by each county assessor's office and are calculated as a percent of market value except for agricultural land which is calculated on productive capability. The percentage for real property varies according to use: residential at 19%, commercial at 32%, and agricultural at 12%. Personal property is assessed according to type with the majority at 33 1/3% of market value.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 2 - Reporting Changes and Classifications

The State of Missouri implemented the following new accounting standards issued by the Governmental Accounting Standards Board (GASB) for the fiscal year ending June 30, 2023:

- GASB Statement No. 91, *Conduit Debt Obligations*, provides a single method of reporting conduit debt obligations by issuers and eliminates diversity in practice associated with (1) commitments extended by issuers, (2) arrangements associated with conduit debt obligations, and (3) related note disclosures. The implementation of this statement is reflected in *Note 28 - Conduit Debt* of the financial statements.
- GASB Statement No. 94, *Public-Private and Public-Public Partnerships and Availability Payment Arrangements*, improves financial reporting by addressing issues related to public-private and public-public partnership arrangements (PPPs). This Statement also provides guidance for accounting and financial reporting for availability payment arrangements (APAs). The implementation of this statement did not have an impact on the financial statements.
- GASB Statement No. 96, *Subscription Based Information Technology Arrangements*, provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users. The implementation of this statement is reflected in *Note 6 - Obligations under Right-to-Use Assets* of the financial statements.
- GASB Statement No. 99, *Omnibus 2022*, establishes or amends accounting and financial reporting requirements for specific issues related to the requirements for leases, PPP(s), SBITA(s), financial guarantees, and the classification and reporting of derivative instruments. The implementation of this statement did not have an impact on the financial statements.

The State of Missouri reclassified one fund for the fiscal year ending June 30, 2023. The Investor Restitution Fund was reclassified from a general revenue fund to a custodial fund.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments

The State Treasurer's Office maintains a cash and short-term investment pool that is used by substantially all state funds of the primary government. These funds do not include accrued interest. Certain organizational units are authorized to administer assets designated to their organization in a manner similar to the deposit and investment activities of the State as a whole. Summarized on the following page is the portfolio that represents the "Cash and Cash Equivalents," "Investments," "Restricted Assets – Cash and Cash Equivalents," and "Restricted Assets – Investments" as reported at June 30, 2023.

A. Deposits

The State minimizes custodial credit risk by restrictions set forth in state law and stipulations in the State Treasurer's Office Investment Policy. Custodial credit risk is risk that, in the event of the failure of a depository financial institution, the State will not be able to recover deposits or will not be able to recover collateralized securities that are in the possession of an outside party. Statutes restrict the State Treasurer's Office to deposit funds in financial institutions that are physically located in Missouri, which are selected based on financial stability and community involvement. The financial institution's loan to deposit ratio must exceed 50% at the time of deposit and deposits must be collateralized at least 100% in excess of FDIC coverage with approved securities. Deposits must have a maturity of five years or less and earn interest at varying rates based on State law.

Primary Government

At June 30, 2023, the bank balance of the primary government's deposits was \$2,113,837,000. Of the bank amount, \$7,941,000 was exposed to custodial credit risk by being uninsured and collateralized with securities held by the pledging financial institutions, \$964,969,000 was held by the U.S. Treasury, and the remainder was not exposed to custodial risk.

Fiduciary

At June 30, 2023, the bank balance of the deposits of the fiduciary funds was \$58,615,000.

Component Units

Information on the component units' deposits is available within their individual financial statements.

B. Investments

Statutes authorize the State Treasurer's Office to invest in U.S. Treasury or Agency securities maturing within five years, commercial paper and banker's acceptances maturing within 180 days, or in repurchase agreements maturing within 90 days secured by U.S. Treasury, or Agency securities of any maturity. There have been no violations of these investment restrictions during fiscal year 2023.

The State Treasurer's Office minimizes credit risk, the risk of loss due to the failure of the security issuer or backer, by establishing a pre-approved list of financial institutions and companies that will be used to purchase commercial paper. The State Treasurer's Office also conducts regular credit monitoring, pre-qualifies the financial institutions and brokers/dealers with which the State Treasurer's Office will do business for broker services and repurchase agreements, and diversifies the portfolio to reduce potential losses on individual securities.

Custodial credit risk is the risk that, in the event of failure of the counterparty to a transaction, the State will not be able to recover the value of their investment or collateral securities that are in the possession of an outside party. The State Treasurer's Office minimizes custodial credit risk by requiring that all securities be held in the State's name at the State's custodial bank, US Bank Trust Services or at one of the State Treasurer's Office approved collateral custodians.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

Primary Government

At June 30, 2023, the reported amount of the primary government's investments was \$16,811,390,000. Of the bank amount, \$4,386,000 was exposed to custodial credit risk by being uninsured and unregistered, with securities held by a counterparty in the State's name.

Fiduciary

At June 30, 2023, the reported amount of the fiduciary funds' investments was \$19,345,961,000.

Component Units

Information on the component units' investments is available within their individual financial statements.

The following table (in thousands of dollars) provides information about the interest rate risks associated with the State's investments. Statutes also authorize investment of funds not held by the State Treasurer's Office. The externally-held internal service funds, the custodial and pension (and other employee benefit) trust funds, and the component units, in accordance with statutory authority, invest primarily in U.S. government securities, repurchase agreements, preferred and common stocks, bonds, real estate, fixed income securities, mutual funds, and investments in limited partnerships. The investments include certain short-term cash equivalents, various long-term items, and restricted assets by maturity, or in certain instances, a weighted average maturity in years. The State Treasurer's Office minimizes the risk of the market value of securities falling due to changes in interest rates by maintaining an effective duration of less than 3.5 years, and holding at least 30% of the portfolio's total market value in securities with a maturity of 12 months or less.

	Maturity in Years					Total Fair Value *
	Less than 1	1-5	6-10	More than 10	No Maturity	
All Fund Types except Fiduciary Funds and Component Units:						
U.S. Treasury						
Securities	\$ 235,527	\$1,271,604	\$ 8,248	\$ 7,446	\$ —	\$1,522,825
U.S. Agency						
Securities	2,601,085	9,856,616	6,073	—	—	12,463,774
U.S. Government						
Guaranteed						
Mortgages	246	1,251	—	—	—	1,497
Collateralized						
Mortgage						
Obligations	63	1,228	237	—	—	1,528
Repurchase						
Agreements	2,463,181	—	—	—	—	2,463,181
Stocks	—	—	—	—	9,172	9,172
Certificates of Deposit	547	995	—	—	—	1,542
Mutual Funds	—	—	—	—	1,983	1,983
Commercial Paper	345,888	—	—	—	—	345,888
Subtotal	5,646,537	11,131,694	14,558	7,446	11,155	16,811,390

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

	Maturity in Years				No Maturity	Total Fair Value *
	Less than 1	1-5	6-10	More Than 10		
Fiduciary Funds:						
U.S. Government Securities	—	11,610	—	37,725	—	49,335
U.S. Treasury Securities	1,130,666	2,342,676	—	1,770,214	—	5,243,556
U.S. Agency Securities	11,188	78,999	2,975	44,470	—	137,632
U.S. Government Guaranteed Mortgages	—	70	9,882	47,079	—	57,031
Repurchase Agreements	1,035,436	—	—	—	—	1,035,436
Stocks	—	—	—	—	252,686	252,686
Bonds	2,230	923,008	234,219	102,858	772	1,263,087
Certificates of Deposit	—	1	—	—	—	1
Commercial Paper	1,607	—	—	—	—	1,607
International Equities	—	—	—	5,316	—	5,316
Mortgages/ Real Estate	296	496	10,975	240,632	441,285	693,684
Asset-Backed Securities	2,007	55,398	126,494	383,807	—	567,706
Short-Term Securities	980,485	—	—	—	—	980,485
Exchange Traded Funds	—	—	—	—	31,655	31,655
Mutual Funds	—	—	—	—	2,086,477	2,086,477
Alternatives/ Limited Partnership	—	—	—	—	6,879,856	6,879,856
Absolute Return	—	—	—	—	29,572	29,572
Tactical Fixed Income	—	—	—	—	10,293	10,293
Other	—	—	—	—	20,546	20,546
Subtotal	<u>3,163,915</u>	<u>3,412,258</u>	<u>384,545</u>	<u>2,632,101</u>	<u>9,753,142</u>	<u>19,345,961</u>
Total Investments	<u>\$ 8,810,452</u>	<u>\$ 14,543,952</u>	<u>\$ 399,103</u>	<u>\$ 2,639,547</u>	<u>\$ 9,764,297</u>	<u>\$ 36,157,351</u>

*The State Treasurer's Office reports their repurchase agreements, overnight commercial paper and certificates of deposit in the amount of \$2,431,000 at amortized costs. The Missouri State Public Employees Deferred Compensation Plan and the Missouri State Public Employees Deferred Compensation Incentive Plan reports their Stable Value Funds in the amounts of \$574,000 and \$314,000 respectively, at contract value. The Missouri State Employees' Retirement System reports their cash held in investment accounts and repurchase agreements in the amount of \$1,743,694,000 at cost plus accrued interest.

The State minimizes concentration of credit risk, the risk attributed to the magnitude of an investment in a single issuer. State statute prohibits the State Treasurer's Office from investing more than 15% of the total time deposits with any single financial institution. State investment policy limits investment in commercial paper to 10% of the total portfolio per issuer and no more than 15% of the total portfolio may be invested in repurchase agreements with a single counterparty. Addendum A to the investment policy limits the total amount of linked deposits a financial institution may receive to 20% of the statutory cap set forth in Section 30.753.1, RSMo. There are no restrictions in the amount that can be invested in U.S. securities. During fiscal year 2023, the State did not have any instances of noncompliance with these requirements and policies.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

Fair Value Measurement

The State of Missouri categorizes its fair value measurements within the fair value hierarchy established by GASB Statement No. 72, *Fair Value Measurements and Application*. The hierarchy is based on the valuation inputs used to measure the fair value of the asset and give the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements).

- Level 1 – Unadjusted quoted prices for identical instruments in active markets.
- Level 2 – Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which all significant inputs are unobservable.
- Level 3 – Valuations derived from valuation techniques in which significant inputs are unobservable.

Investments that are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient are not classified in the fair value hierarchy.

The categorization of investments within the hierarchy is based upon the pricing transparency of the instrument and should not be perceived as the particular investment's risk.

In instances where inputs used to measure fair value fall into different levels in the fair value hierarchy, fair value measurements in their entirety are categorized based on the lower level input that is significant to the valuation. The State's assessment of the significance of particular inputs to these fair value measurements requires judgment and considers factors specific to each asset or liability.

The State Treasurer's Office uses the market approach for the determination of the fair value of investments, except for repurchase agreements, overnight commercial paper and certificates of deposit, which are measured at amortized costs.

Debt, equities, and investment derivatives classified in level 1 of the fair value hierarchy are valued using prices quoted in active markets for those securities.

Debt securities and liabilities classified in level 2 have non-proprietary information that was readily available to market participants from multiple independent sources, which are known to be actively involved in the market. Pricing inputs may include market quotations, yields, maturities, call features, and ratings. A portion of the derivative securities classified in level 2 are securities whose values are derived daily from associated traded securities. Other investments listed as level 2 include debt securities where an independent pricing evaluator had direct observable information, including: trading volume, multiple sources of market data and benchmark spreads. FX forwards are included due to the valuation coming from observable forward rates on the underlying currencies. The equity index swap is included because valuation inputs include an observable interest rate and the underlying index.

Investments listed as level 3 include debt securities where an independent pricing evaluator did not have direct observable information for comparable securities. Significant inputs used in the valuation are not available aside from the evaluator providing the price. Direct investments in private equity, real estate, credit, and real assets are included because the valuation techniques utilize discounted cash flows or other non-observable market information.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

Investments Measured at Fair Value as of June 30, 2023 for the Primary Government (in thousands):

	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Equity Securities				
Repurchase Agreements	\$ 14,667	\$ 13,940	\$ 727	\$ —
Stocks	9,172	9,172	—	—
Mutual Funds	1,983	1,983	—	—
Total Equity Securities	25,822	25,095	727	—
Debt Securities				
U.S. Treasury Securities	1,522,825	33,839	1,488,986	—
U.S. Agency Securities	12,463,774	—	12,463,774	—
U.S. Government Guaranteed				
Mortgages	1,497	—	1,497	—
Collateralized Mortgage				
Obligations	1,528	—	1,528	—
Certificates of Deposit	1,320	1,320	—	—
Commercial Paper	146,818	—	146,818	—
Total Debt Securities	14,137,762	35,159	14,102,603	—
Total Primary Government Investments	<u>\$ 14,163,584</u>	<u>\$ 60,254</u>	<u>\$ 14,103,330</u>	<u>\$ —</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

Investments Measured at Fair Value as of June 30, 2023 for the Fiduciary funds (in thousands):

	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Short Term Securities	\$ 228,714	\$ 358,814	\$ —	\$ (130,100)
Equity Securities				
Stocks	190,711	186,379	4,271	61
Exchange Traded Funds	31,655	31,655	—	—
Mutual Funds	845,123	845,123	—	—
Real Estate	441,284	441,284	—	—
Other Investments	14,238	14,238	—	—
Total Equity Securities	1,523,011	1,518,679	4,271	61
Debt Securities				
U.S. Treasury Securities	5,293,245	5,185,016	108,229	—
U.S. Agency Securities	138,073	—	138,073	—
Commercial Paper	682	—	682	—
Collateralized Debt Obligations	550,493	—	294,294	256,199
Repurchase Agreements	29,463	29,463	—	—
Bonds and Asset Backed Securities	364,985	10,293	286,960	67,732
Non U.S Sovereign	14,800	—	14,800	—
Mortgage Backed Securities	307,646	—	206,638	101,008
Total Debt Securities	6,699,387	5,224,772	1,049,676	424,939
Private Markets*				
Private Equity	454,568	(124)	—	454,692
Real Estate	252,386	8,930	—	243,456
Real Assets	460,828	7,788	—	453,040
Opportunistic Debt	335,935	19,522	1,988	314,425
Total Private Markets	1,503,717	36,116	1,988	1,465,613

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

Investments Measured at Fair Value as of June 30, 2023 for the Fiduciary funds (in thousands) (cont.):

	Total	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
Investment Derivative Instruments				
Future Contracts	\$ 3,556	\$ 3,556	\$ —	\$ —
Credit Default Swap Contracts	2,753	—	—	2,753
Equity Swaps	11,968	10,620	1,348	—
Total Investment Derivative Instruments	18,277	14,176	1,348	2,753
Total Investments by Fair Value Level	<u>\$ 9,973,106</u>	<u>\$ 7,152,557</u>	<u>\$ 1,057,283</u>	<u>\$ 1,763,266</u>

Investments Measured at the Net Asset Value (NAV):

	Total
Active Hedge Funds	\$ 2,893,852
Commingled equity funds	827,903
Commingled fixed income funds	253,288
Commingled short-term investment funds	25,654
MOSERS investment portfolio fund	3,634
Missouri target date funds	1,245,769
Private real estate funds	547,818
Private equity and timber funds	939,965
Total investments Measured at NAV	<u>\$ 6,737,883</u>
Total Investments Measured at Fair Value	<u>\$ 16,710,989</u>
Other Obligations	
Reverse Repurchase Agreements	\$ 3,603,920
Total Other Obligations	<u>\$ 3,603,920</u>
Other Investments	
Reported at Contract Value	\$ 887,619
Total Other Investments	<u>\$ 887,619</u>

As of June 30, 2023, Missouri Department of Transportation and Highway Patrol Employees' Retirement System (MPERS) has unfunded commitments in private markets investments consisting of \$148,139,000 in private equity, \$173,194,000 in real estate, \$63,860,000 in real assets, and \$221,263,000 in opportunistic debt.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

Investments Measured at the Net Asset Value as of June 30, 2023, (in thousands):

Investments	Fair Value	Unfunded Commitments (U.S. Dollars)	Redemption Frequency (If currently eligible)	Redemption Notice Period (Days)
Active hedge funds				
Equity market neutral ¹	\$ 172,703	\$ —	Quarterly	90
Event driven ²	260,339	—	Semi-Annually	60
Fund-of-funds ³	1,184,890	—	Monthly, Quarterly	10-95
Global asset allocation ⁴	7,400	—	Monthly	5-60
In liquidation ⁵	5,070	—	N/A	N/A
Merger arbitrage ⁶	105,581	—	Monthly	45
Multi-strategies ⁷	977,581	—	Monthly, Quarterly for MOSERS; Monthly for MPERS	60-90
Opportunistic Debt ⁸	7,198	—	Quarterly	45
Quantitative ⁹	173,078	—	Monthly, Quarterly	30-60
Structured credit - relative value ¹⁰	12	—	Quarterly	60
Total active hedge funds	2,893,852	—		
Commingled equity funds ¹¹	827,903	—	Daily, Monthly	1-10
Commingled fixed income funds ¹²	253,288	—	Daily	2
Commingled short-term investment funds ¹³	25,654	—	Daily	0
MOSERS investment portfolio fund ¹⁴	3,634	—	Monthly	None
Missouri target date funds ¹⁵	1,245,769	—	Daily	None
Private real estate funds ¹⁶	547,818	15,229	Daily for MPERS	90 days for MPERS
Private equity and timber funds ¹⁶	939,965	940,798	N/A	N/A
Total investments measured at NAV	\$6,737,883	\$ 956,027		

The following is a description of valuation methodologies used for assets recorded at fair value.

¹Equity market neutral hedge fund – This value is 100% from MOSERS. This consists of one fund whereby the strategy invests in both long and short in U.S. and global equity securities, with the goal of having little to no net market exposure. This investment is valued at NAV, is redeemable quarterly, and is not subject to lock-up restrictions.

²Event driven hedge funds – This value is 100% from MOSERS. Consisting of one fund, this strategy seeks to gain an advantage from pricing inefficiencies that may occur in the onset or aftermath of a corporate action or related event. This investment is valued at NAV, is redeemable semi-annually, and is not subject to lock-up restrictions.

³Fund-of-funds – This value is 100% from MOSERS. Consisting of four funds, these funds seek to provide diversification by holding a number of funds within a single fund structure. These investments are valued at the NAV, are redeemable monthly or quarterly, and are subject to liquidation of the underlying funds.

⁴Global asset allocation – This value is 100% from MPERS. Consisting of one fund, this strategy is highly diversified and uses fundamental research to develop systematic rules for trading positions. Due to contractual lock-up restrictions, the value of this fund is eligible for redemption in the next 35 days.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

- ⁵Pending liquidated hedge funds – This value is 91.2% from MOSERS and 8.8% from MPERS. MOSERS has eight hedge funds that have been fully redeemed as of June 30, 2023, which are awaiting final distribution of the proceeds, and will be received upon sale of the underlying investments or upon completion of the audit of the firm's annual financial statements. MPERS has a small investment in three hedge funds that are in liquidation and have been closed. MPERS is awaiting the sale of the final assets.
- ⁶Merger arbitrage hedge fund – This value is 100% from MOSERS. Consisting of one fund, this strategy invests in the common stock of companies that are involved in publicly announced mergers and seeks to generate attractive returns while dampening volatility. This investment is valued at NAV, is redeemable monthly, and is not subject to lock-up restrictions.
- ⁷Multi-strategy hedge fund – This value is 73.1% from MOSERS and 26.9% from MPERS. Consisting of five funds for MOSERS and one fund for MPERS, these funds aim to pursue varying strategies in order to diversify risks and reduce volatility. These investments are valued at NAV, are redeemable monthly or quarterly, but are subject to lock-up restrictions for MOSERS. Due to contractual lock-up restrictions, the value of the fund is eligible for redemption in the next six months for MPERS.
- ⁸Opportunistic Debt – This value is 100% from MPERS. Consisting of one fund, this investment uses public, but illiquid, fixed income structuring to achieve higher returns by separating and securitizing the unique credit risk tranches.
- ⁹Quantitative hedge funds – This value is 100% from MOSERS. Consisting of three funds, this strategy attempts to achieve uncorrelated returns using advanced statistical methods to select securities across liquid public markets and systematic volatility trading. These investments are valued at NAV, are redeemable monthly or quarterly, and are not subject to lock-up restrictions.
- ¹⁰Structured credit – relative value – This value is 100% from MPERS. As of June 30, 2023, MPERS had one fund that was in liquidation in this strategy.
- ¹¹Commingled equity funds – This value is 100% from MOSERS. This consist of five equity funds which are considered commingled in nature. Each are valued at the NAV held at the end of the period based upon the fair value of the underlying investments.
- ¹²Commingled fixed income funds – This value is 100% from MOSERS. Three fixed income funds are considered commingled in nature. These investments are valued at the NAV held at the end of the period based upon the fair value of the underlying investments.
- ¹³Commingled short-term investment fund – This value is 100% from MOSERS. One short-term investment fund is considered commingled in nature. This investment is valued at the NAV held at the end of the period based upon the fair value of the underlying investments.
- ¹⁴MOSERS Investment Portfolio (MIP) fund – This value is 84.8% from the Deferred Compensation Plan and 15.2% from the Deferred Compensation Incentive Plan. Participant transactions (purchases and sales) may occur monthly. The significant investment strategies are designed to achieve long-term total returns, comprised of capital appreciation and income. There are no unfunded commitments. There are generally no restrictions as to the redemption of these investments.
- ¹⁵Missouri target date funds – This value is 81.5% from Deferred Compensation Plan and 18.5% from the Deferred Compensation Incentive Plan. Participant transactions (purchases and sales) may occur daily. The significant investment strategies of the funds are to seek the highest total return over time, consistent with the fund's asset mix. The asset allocations within these target date funds adjust automatically over time. Each fund invests more aggressively in its early years and becomes more conservative as it reaches its time horizon. There are no unfunded commitments. There are generally no restrictions as to the redemption of these investments.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

¹⁶Private equity, real estate and timber funds – This value is 95.8% from MOSERS and 4.2% from MPERS. MOSERS' private equity portfolio consists of 43 funds with exposure to buyout funds, distressed funds, infrastructure, energy, secondary, royalty funds, and special situations. The real estate portfolio, comprised of ten funds, invests mainly in U.S. commercial real estate. The timber portfolio consists of one fund in liquidation which invests in global timberland. The fair values of the majority of these funds has been determined using net assets valued one quarter in arrears plus current quarter cash flows. These funds are not eligible for redemption. Distributions are received as underlying investments when the funds are liquidated, which, on average, can occur over the span of 5 to 10 years. MPERS invests in four core private real estate funds that are commingled in nature. Three are eligible for redemption on a quarterly basis and one on a daily basis.

The State Treasurer's Office requires investments in commercial paper and bankers' acceptances to have the highest letter and numerical ranking (such as A1/P1) as rated by at least two Nationally Recognized Statistical Rating Organizations (NRSROs). The Treasurer does not have any additional policies regarding credit ratings of investments.

The following table (in thousands of dollars) provides information on the credit ratings associated with the State's investments in debt securities.

	Moody's	S & P	Fair Value
Primary Government/Fiduciary:			
U.S. Government Securities	NR	NR	\$ 46,895
U.S. Treasury	Aaa	AA+	1,336,269
	Aaa	NR	145,003
	NR	NR	28,686
U.S. Agency Securities	Aaa	AA+	11,614,931
	Aaa	NR	53,686
	NR	AA	43,263
	NR	NR	1,814,987
U.S. Government Mortgage-Backed Securities	NR	NR	41,000
Commercial Government Backed Securities	NR	AAA	28,200
	NR	AA	1,324
	NR	NR	209,589
Bonds	A	NR	17,571
	NR	AAA	39,386
	NR	AA+	313,757
	NR	AA	660,511
	NR	A+	478
	NR	A	80,745
	NR	BBB	107,436
	NR	BB	2,391
	NR	NR	40,041
Repurchase Agreements	Aaa	AA+	29,463
	Aaa	NR	13,940
	NR	NR	3,226,854

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

	Moody's	S & P	Fair Value
Asset-Backed Securities	NR	AAA	\$ 183,938
	NR	AA	80,185
	NR	A	12,218
	NR	CCC	702
	NR	CC	33,857
	NR	D	607
	NR	NR	256,198
Exchange Traded Funds	4-STAR	NR	31,655
Certificates of Deposit	NR	NR	1,542
Commercial Paper	P-1	A-1+	147,500
	NR	NR	199,996
Commingled Funds	NR	NR	253,288
Pooled Investments	NR	AAA	25,654
Implicit U.S. Agencies	Aaa	NR	351
U.S Government			
Guaranteed Mortgages	Aaa	AA+	1,497
	Aaa	NR	9,725
	NR	AA	27
Collateralized Mortgage			
Obligations	Aaa	AA+	1,528
	Aaa	NR	2,422
	NR	AA	297
Equities	NR	NR	26,834
Equity Funds	NR	NR	1,581
Fixed Income	NR	NR	401
Stocks	NR	NR	9,041
Non US Sovereign	NR	AA	788
	NR	A	1,556
	NR	BBB	2,972
Other	NR	AAA	1,637
	NR	BBB	106
	NR	CCC	1,671
	NR	NR	13,433
Total Rated Investments			<u>\$ 21,199,613</u>

NR = Not Rated.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment or a deposit. The State Treasurer's Office does not have any deposits or investments in foreign currency and therefore does not have a policy regarding foreign currency risk. The Missouri State Employees' Retirement System and the Missouri Department of Transportation and Highway Patrol Employees' Retirement System do have foreign currency deposits and investments which may be used for hedging purposes. The following table (in thousands of dollars) provides information on deposits and investments held in various foreign currencies, which are stated in U.S. dollars.

Currency	Investment Type				Total
	Cash	Equities	Fixed Income	Real Estate	
Australian Dollar	\$ 8,018	\$ 353	\$ —	\$ —	\$ 8,371
Canadian Dollar	5,427	155	—	3,927	9,509
Euro	4,901	937	1,198	41,308	48,344
Hong Kong Dollar	(7,137)	377	—	—	(6,760)
Hungarian Forint	1	—	—	—	1
Japanese Yen	(510)	2,696	(266)	—	1,920
Singapore Dollar	—	240	—	—	240
South African Rand	(859)	—	—	—	(859)
South Korean Won	867	464	—	—	1,331
Swiss Franc	—	103	—	—	103
United Kingdom Pound Sterling	1,261	420	782	—	2,463
Total	<u>\$ 11,969</u>	<u>\$ 5,745</u>	<u>\$ 1,714</u>	<u>\$ 45,235</u>	<u>\$ 64,663</u>

C. Securities Lending Program

Missouri State Employees' Retirement System:

The Missouri State Employees' Retirement System's (MOSERS) board of trustees' investment policies permit the pension trust funds to participate in a securities lending program. Fixed income, international equity and domestic equity securities of the pension trust funds are loaned to participating brokers who provide collateral in the form of cash, U.S. Treasury or government agency securities, or letters of credit issued by approved banks. Collateral must be provided in the amount of 102% of fair value for domestic loans and 105% of fair value for international loans. MOSERS does not have the authority to pledge or sell collateral securities without borrower default.

MOSERS had no securities lending activity in fiscal year 2023.

Missouri Department of Transportation and Highway Patrol Employees' Retirement System:

In accordance with the investment policies set by the board of trustees, the Missouri Department of Transportation and Highway Patrol Employees' Retirement System (MPERS), lends its securities to broker-dealers and banks pursuant to a form of loan agreement. MPERS custodial bank, Northern Trust, is authorized to lend available securities to approved broker-dealers and banks subject to the receipt of acceptable collateral.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

MPERS may lend securities and receive cash, securities insured or guaranteed by the U.S. government or its agencies, and irrevocable bank letters of credit as collateral. MPERS cannot pledge or sell non-cash collateral unless a borrower defaults. Borrowers are required to deliver collateral for each loan equal to: 1) 102% of the fair value of the loaned securities plus any accrued interest in the case of loaned securities denominated in United States dollars or whose primary trading market is located in the United States, and 2) 105% of the fair value of the loaned securities plus any accrued interest in the case of loaned securities not denominated in United States dollars or whose primary trading market was not located in the United States.

MPERS did not impose any restrictions during the fiscal year on the amount of the loans that the custodial bank made on its behalf. There were no known failures by any borrowers to return loaned securities or pay distributions thereon during the year.

MPERS and borrowers maintained the right to terminate all securities lending transactions on demand. At June 30, 2023, the cash collateral fund had a fair value of \$18,946,000.

At June 30, 2023 and June 30, 2022, MPERS had earned \$196,000 and \$184,000 respectively, on the securities lending program.

Component Units:

Information on the component units securities lending program is available within their individual financial statements.

D. Derivatives

Missouri State Employees' Retirement System:

While the Board has no formal policy specific to derivatives, Missouri State Employees' Retirement System (MOSERS), through its external investment managers, holds investments in futures contracts and swap contracts. MOSERS enters into these certain derivative instruments as investments primarily to enhance the performance and reduce the volatility of its portfolio. It enters swaps and futures contracts to gain or hedge exposure to certain markets and to manage interest rate risk. For the year ended June 30, 2023, the change in fair value of the swap contracts resulted in a gain of \$128 million of investment income. The change in fair value in the futures contracts resulted in a loss of \$132 million of investment income. MOSERS does not anticipate additional significant market risk from the derivative arrangements. MOSERS could be exposed to risk if the counterparties to the contracts are unable to meet the terms of the contracts. MOSERS anticipates that the counterparties will be able to satisfy their obligations as credit evaluations and credit limits are monitored by the investment managers.

The following table (in thousands of dollars) summarizes the various contracts in MOSERS portfolio as of June 30, 2023. The investments are reported at fair value and are included on the Statement of Fiduciary Net Position of the pension (and other employee benefit) trust funds.

Futures Contracts:

<u>Notional Amount</u>	<u>Exposure</u>
\$(65,434)	\$3,556

Swap Contracts:

<u>Notional Amount</u>	<u>Counterparty Exposure</u>
\$3,053,973	\$76,614

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 3 - Deposits and Investments (cont.)

Missouri Department of Transportation and Highway Patrol Employees' Retirement System:

MPERS has an investment policy which holds investments in future contracts, swap contracts, options contracts, and forward foreign currency exchange contracts. Derivative financial instruments involve credit risk and market risk. The notional value related to these derivative instruments are generally not recorded on the financial statements; however, the change in fair value of these instruments is incorporated in performance.

The following table (in thousands of dollars) summarizes the various contracts in MPERS portfolio as of June 30, 2023. The investments are reported at fair value and are included on the Statement of Fiduciary Net Position of the pension (and other employee benefit) trust funds.

Type	Notional/Fair Value	Unrealized Gain (Loss)
Futures Contracts	\$ 691,482	\$ 82,916
Swap Contracts	431,040	26,343
Total	<u>\$ 1,122,522</u>	<u>\$ 109,259</u>

Through the use of derivatives, MPERS is exposed to risk that the counterparties involved in the contracts are unable to meet the term of their obligation. MPERS investment managers seek to control this risk through counterparty credit evaluations and approvals, counterparty credit limits, and exposure monitoring procedures. MPERS anticipates the counterparties will be able to satisfy their obligations under the contracts. The counterparties' credit ratings for swaps are subject to credit risk as shown in the table below (in thousands of dollars).

Quality Rating	Swaps
A+	\$ 362,707
A-	68,333
Total Subject to Credit Risk	<u>\$ 431,040</u>

Component Units:

Information on the component units derivatives is available within their individual financial statements.

E. Assets Held in Escheat

The Unclaimed Property Division of the Missouri State Treasurer's Office holds unclaimed stocks, bonds, mutual fund positions, and other securities that have been turned over by their holders on behalf of the securities' owners. The State takes custody of these securities until the owner claims them or if unclaimed, liquidates them after 18 to 24 months. The State holds the securities in order to return them to their owners. The State does not report these securities as investments because they do not meet the Governmental Accounting Standards Board's definition of "investments". This is because the State does not hold the securities for income or profit, nor do the securities have a present service capacity for the State. A total of \$20,818,000 of these unclaimed securities is shown as "Assets Held in Escheat" on the private-purpose trust funds combining statement of fiduciary net position in Unclaimed Property.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 4 - Governmental Fund Balance

Fund Balance Classifications by Purpose – In the basic financial statements, the fund balance classifications are presented in the aggregate. The following displays the fund balances by major purpose (in thousands of dollars):

	<u>Nonspendable</u>	<u>Restricted</u>	<u>Committed</u>	<u>Assigned</u>
General Fund				
Inventories	\$ 101,250	\$ —	\$ —	\$ —
Loans Receivable	44,309	—	—	—
Consumer Protection	—	—	—	31,553
Capitol Preservation	—	—	—	288,133
Budget Reserve	—	—	860,799	—
Education	—	12,649	11,493	84,874
Medical and Other Assistance	—	—	—	18,659
Energy Programs	—	—	—	31,975
Forfeited Financial Instruments	—	—	—	1,418
Federal Government	—	964,137	—	—
Taxes	—	—	—	934
Other	—	8,794	2,845	84,303
Total	<u>\$ 145,559</u>	<u>\$ 985,580</u>	<u>\$ 875,137</u>	<u>\$ 541,849</u>
Public Education				
Loans Receivable	\$ —	\$ —	\$ —	\$ 699
Education	—	609,376	11,325	39,231
Total	<u>\$ —</u>	<u>\$ 609,376</u>	<u>\$ 11,325</u>	<u>\$ 39,930</u>
Conservation and Environmental Protection				
Inventories	\$ 311	\$ —	\$ —	\$ —
Loans Receivable	—	117	1,459,655	5,564
Conservation Commission	—	173,590	—	—
Environmental Conservation	—	51,725	585,200	97,795
State Parks	—	45,220	—	339
Johnson-Travis Memorial	—	1,021	—	—
Forfeited Financial Instruments	—	—	—	1,599
Total	<u>\$ 311</u>	<u>\$ 271,673</u>	<u>\$ 2,044,855</u>	<u>\$ 105,297</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 4 - Governmental Fund Balance (cont.)

	Nonspendable	Restricted	Committed	Assigned
Missouri Road Fund				
Inventories	\$ 50,230	\$ —	\$ —	\$ —
Prepaid Items	2,138	—	—	—
Highways and Transportation	—	1,414,287	—	—
Total	<u>\$ 52,368</u>	<u>\$ 1,414,287</u>	<u>\$ —</u>	<u>\$ —</u>
Non-Major Special Revenue Funds				
Inventories	\$ 7,569	\$ —	\$ —	\$ —
Loans Receivable	—	—	—	988
Professional Boards and Licensure	—	—	11,906	33,370
Legal Assistance	—	18,738	263,871	10,531
Agriculture	—	12,512	389	8,347
Medical and Other Assistance	—	117,095	90,863	12,019
Transportation	—	41,544	—	261,173
Highway Patrol and Water Patrol	—	6,327	602	21,830
Workers' Compensation and				
Unemployment Compensation	—	102,273	—	—
Veterans' Homes	—	29,645	—	—
Other	—	47,896	12,358	24,513
Total	<u>\$ 7,569</u>	<u>\$ 376,030</u>	<u>\$ 379,989</u>	<u>\$ 372,771</u>
Non-Major Debt Service Funds				
General Obligation Bonds	\$ —	\$ 247	\$ —	\$ —
Fulton State Hospital	—	8,198	—	—
Missouri Road Bond	—	167,719	—	—
Total	<u>\$ —</u>	<u>\$ 176,164</u>	<u>\$ —</u>	<u>\$ —</u>
Non-Major Capital Projects Funds				
Board of Public Buildings-Education	\$ —	\$ 3	\$ —	\$ —
Board of Public Buildings-State Capitol	—	4,854	—	—
Board of Public Buildings-State Facility	—	51	—	—
Fulton State Hospital	—	1,271	—	—
Total	<u>\$ —</u>	<u>\$ 6,179</u>	<u>\$ —</u>	<u>\$ —</u>
Non-Major Permanent Funds				
Arrow Rock State Historic Site Endowment	\$ 30	\$ —	\$ —	\$ —
Confederate Memorial Park	75	—	—	110
State Public School	69,330	—	—	—
Smith Memorial Endowment Trust	365	—	—	6
Total	<u>\$ 69,800</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 116</u>

A. Budget Reserve Fund

The Budget Reserve Fund is established in Article IV, Section 27(a) of the Missouri Constitution. The Commissioner of Administration may transfer amounts from the Budget Reserve Fund to any other fund when necessary to meet the cash requirements of the State. However, the Budget Reserve Fund must be paid back with interest prior to May 16th of the fiscal year in which the transfer was made.

Budget stabilization expenditures may occur in a fiscal year in which the Governor reduces the expenditures of the State or any of its agencies below their appropriation or in which there is a budget need due to a natural disaster as proclaimed by the Governor to be an emergency. An appropriation from the Budget Reserve Fund may be granted by a two-thirds vote of the members elected to each House. The maximum amount which may be appropriated at any one time for budget stabilization purposes is one-half the sum of the balance of the Budget Reserve Fund and any amounts appropriated or otherwise owed to the fund, less all amounts owed to the fund for budget stabilization purposes but not yet appropriated for repayment to the fund. One-third of the amount expended or transferred from the Budget Reserve Fund for budget stabilization purposes plus interest shall stand appropriated to the Budget Reserve Fund during each of the next three fiscal years from the fund which received the budget stabilization appropriation. The balance of the Budget Reserve Fund at June 30, 2023, was \$860,799,000.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 5 - Capital Assets

Capital asset activity for the year ended June 30, 2023, was as follows (in thousands of dollars):

	*Balance July 1, 2022	Increases	Decreases	Balance June 30, 2023
Governmental Activities:				
Capital Assets not being Depreciated/Amortized:				
Construction in Progress	\$ 207,908	\$ 77,130	\$ (37,197)	\$ 247,841
Software in Progress	117,641	81,664	(16,184)	183,121
Infrastructure in Progress	2,144,594	1,497,893	(781,429)	2,861,058
Land	3,089,644	21,792	(3,753)	3,107,683
Permanent Easements	13,343	2,024	—	15,367
Total Capital Assets not being Depreciated/Amortized	<u>5,573,130</u>	<u>1,680,503</u>	<u>(838,563)</u>	<u>6,415,070</u>
Capital Assets Being Depreciated:				
Land Improvements	754,324	4,296	(581)	758,039
Temporary Easements	6,343	1,365	(970)	6,738
Buildings and Improvements	3,821,731	17,331	(1,130)	3,837,932
Equipment	1,509,197	145,548	(74,868)	1,579,877
Software	339,789	35,922	(19,529)	356,182
Trademarks	17	—	—	17
Infrastructure	53,559,957	781,429	(49,353)	54,292,033
Right-to-Use Assets Being Amortized				
Land - right-to-use	607	419	—	1,026
Temporary Easements - right-to-use	24	—	—	24
Buildings - right-to-use	94,880	30,354	(1)	125,233
Equipment - right-to-use	1,983	254	—	2,237
Software - right-to-use	30,892	67,219	—	98,111
Infrastructure - right-to-use	25,245	3,866	—	29,111
Total Capital Assets being Depreciated/Amortized	<u>60,144,989</u>	<u>1,088,003</u>	<u>(146,432)</u>	<u>61,086,560</u>
Less Accumulated Depreciation for:				
Land Improvements	(544,592)	(18,120)	561	(562,151)
Temporary Easements	(1,250)	(2,066)	970	(2,346)
Buildings and Improvements	(2,278,291)	(90,525)	744	(2,368,072)
Equipment	(1,110,256)	(98,216)	70,829	(1,137,643)
Software	(272,631)	(25,331)	19,514	(278,448)
Trademarks	(17)	—	—	(17)
Infrastructure	(26,823,859)	(634,593)	42,443	(27,416,009)
Less Accumulated Amortization for:				
Land - right-to-use	(56)	(104)	—	(160)
Temporary Easements - right-to-use	—	(6)	—	(6)
Buildings - right-to-use	(229)	(242)	1	(470)
Equipment - right-to-use	(490)	(566)	—	(1,056)
Software - right-to-use	—	(26,645)	—	(26,645)
Infrastructure - right-to-use	(2,015)	(2,306)	—	(4,321)
Total Accumulated Depreciation/Amortization	<u>(31,033,686)</u>	<u>(898,720)</u>	<u>135,062</u>	<u>(31,797,344)</u>
Total Capital Assets being Depreciated/Amortized, Net	<u>29,111,303</u>	<u>189,283</u>	<u>(11,370)</u>	<u>29,289,216</u>
Governmental Activities Capital Assets, Net	<u>\$ 34,684,433</u>	<u>\$ 1,869,786</u>	<u>\$ (849,933)</u>	<u>\$ 35,704,286</u>

*Beginning balances as of July 1, 2022 have been restated (see Note 17).

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 5 - Capital Assets (cont.)

Business-Type Activities:

Capital Assets not being Depreciated/Amortized:

Construction in Progress	\$ 3,388	\$ 3,459	\$ (78)	\$ 6,769
Land	32,791	—	—	32,791
Permanent Easements	2	—	—	2
Total Capital Assets not being Depreciated/Amortized	<u>36,181</u>	<u>3,459</u>	<u>(78)</u>	<u>39,562</u>

Capital Assets Being Depreciated:

Land Improvements	53,381	—	—	53,381
Temporary Easements	52	—	—	52
Buildings and Improvements	58,018	325	—	58,343
Equipment	44,495	4,207	(1,372)	47,330
Software	561	—	(53)	508

Right-to-Use Assets Being Amortized

Buildings - right-to-use	1,871	—	—	1,871
Equipment - right-to-use	518	5	—	523
Software - right-to-use	882	—	—	882

Total Capital Assets being Depreciated/Amortized	<u>159,778</u>	<u>4,537</u>	<u>(1,425)</u>	<u>162,890</u>
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Less Accumulated Depreciation for:

Land Improvements	(20,735)	(2,465)	—	(23,200)
Temporary Easements	(34)	(2)	—	(36)
Buildings and Improvements	(28,065)	(1,195)	—	(29,260)
Equipment	(33,246)	(2,861)	1,346	(34,761)
Software	(546)	(7)	52	(501)

Less Accumulated Amortization for:

Buildings - right-to-use	(394)	(411)	—	(805)
Equipment - right-to-use	(148)	(148)	—	(296)
Software - right-to-use	—	(428)	—	(428)

Total Accumulated Depreciation/Amortization	<u>(83,168)</u>	<u>(7,517)</u>	<u>1,398</u>	<u>(89,287)</u>
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Total Capital Assets being Depreciated/Amortized, Net	<u>76,610</u>	<u>(2,980)</u>	<u>(27)</u>	<u>73,603</u>
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Business-Type Activities Capital Assets, Net	<u>\$ 112,791</u>	<u>\$ 479</u>	<u>\$ (105)</u>	<u>\$ 113,165</u>
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Depreciation/amortization expense of governmental activities was charged to functions as follows (in thousands of dollars):

	<u>Capital Assets</u>
General Government	\$ 65,839
Education	3,648
Natural and Economic Resources	39,115
Transportation and Law Enforcement	710,798
Human Services	<u>79,320</u>
Total	<u>\$ 898,720</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 5 - Capital Assets (cont.)

Discretely Presented Component Units

The following table summarizes net capital assets reported by the discretely presented component units (in thousands of dollars):

	College and Universities	Non-Major Component Units	Total
Capital Assets not being Depreciated/Amortized:			
Construction in Progress	\$ 471,611	\$ 53	\$ 471,664
Land	204,343	7,220	211,563
Other Non-Depreciable/Amortizable Assets	30,041	—	30,041
Total Capital Assets not being Depreciated/Amortized	705,995	7,273	713,268
Capital Assets being Depreciated/Amortized:			
Land Improvements	48,126	—	48,126
Buildings and Improvements	8,258,038	80,111	8,338,149
Equipment, Fixtures, and Books	1,794,953	1,584	1,796,537
Software	110,776	23	110,799
Infrastructure	829,737	—	829,737
Right-to-Use Assets Being Amortized			
Land - right-to-use	1,317	—	1,317
Buildings and Improvements - right-to-use	142,577	403	142,980
Equipment, Fixtures, and Books - right-to-use	15,366	38	15,404
Software - right-to-use	122,705	—	122,705
Infrastructure - right-to-use	7,737	—	7,737
Total Capital Assets being Depreciated/Amortized	11,331,332	82,159	11,413,491
Less Total Accumulated Depreciation/Amortization	(5,968,313)	(32,879)	(6,001,192)
Total Capital Assets being Depreciated/Amortized, Net	5,363,019	49,280	5,412,299
Discretely Presented Component Units – Capital Assets, Net	<u>\$ 6,069,014</u>	<u>\$ 56,553</u>	<u>\$ 6,125,567</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 6 - Obligations Under Right-to-Use Assets

Lease Agreements for Right-to-Use Assets excluding Software:

The State has entered into various agreements to lease land, buildings, equipment, infrastructure and temporary easements. GASB Statement No. 87, *Leases*, requires that the State, as a lessee, recognize a lease liability and an intangible right-to-use lease asset (lease asset). The lease liability and lease asset are recognized at the commencement date of the lease based on the estimated present value of lease payments over the lease term.

Lease liability for the internal service and enterprise funds are reported as a long-term obligation in those funds along with the related assets. Leases and the related assets are not reported on the fund financial statements of governmental type funds. However, the leases and related assets of governmental funds are included on the government-wide financial statements and they are shown on the reconciliation between fund financial statements and government-wide statements.

Following is a summary of future minimum payments due for leases (in thousands of dollars):

Fiscal Year Ended June 30	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2024	\$ 22,453	\$ 3,640	\$ 527	\$ 37
2025	17,154	2,969	371	22
2026	15,249	2,425	234	11
2027	12,390	1,957	204	4
2028	6,155	1,639	—	—
2029-2033	16,500	5,951	—	—
2034-2038	9,843	4,037	—	—
2039-2043	5,399	2,524	—	—
2044-2048	698	2,199	—	—
2049-2053	592	2,079	—	—
2054-2058	507	1,994	—	—
2059-2063	601	1,901	—	—
2064-2068	712	1,789	—	—
2069-2073	844	1,658	—	—
2074-2078	1,000	1,501	—	—
2079-2083	1,185	1,316	—	—
2084-2088	1,404	1,097	—	—
2089-2093	1,664	837	—	—
2094-2098	1,972	530	—	—
2099-2103	2,084	166	—	—
Total	<u>\$ 118,406</u>	<u>\$ 42,209</u>	<u>\$ 1,336</u>	<u>\$ 74</u>

Certain lease contracts include variable payments, residual value guarantees or termination penalties that are not known or certain to be exercised at the time of the calculation of the lease liability. These are recognized as expenses in the period they are incurred. For the fiscal year ended, June 30, 2023, there were no such variable payments excluded from the measurement of the lease liability. There were also no termination penalties or residual value guarantee payments expensed for the fiscal year ended, June 30, 2023.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 6 - Obligations Under Right-to-Use Assets (cont.)

Discretely Presented Component Units

Following is a summary of future minimum payments due for leases (in thousands of dollars):

Fiscal Year Ended June 30	College and Universities		Non-Major Component Units	
	Principal	Interest	Principal	Interest
2024	\$ 19,424	\$ 3,002	\$ 113	\$ 6
2025	16,108	2,614	65	1
2026	11,874	2,155	49	1
2027	7,826	1,824	21	—
2028	6,577	1,586	5	—
2029-2033	26,030	4,055	—	—
2034-2038	10,938	1,617	—	—
2039-2043	4,768	434	—	—
2044-2048	454	44	—	—
2049-2053	51	26	—	—
2054-2058	44	22	—	—
2059-2063	51	18	—	—
2064-2068	53	13	—	—
2069-2073	57	9	—	—
2074-2078	63	3	—	—
Total	<u>\$ 104,318</u>	<u>\$ 17,422</u>	<u>\$ 253</u>	<u>\$ 8</u>

For the fiscal year ended, June 30, 2023, there were no variable payments excluded from the measurement of the lease liability for discretely presented component units. There were no termination penalties or residual value guarantee payments expensed for the fiscal year ended, June 30, 2023.

Subscription Based Information Technology (SBITA) Agreements:

The State has entered into various agreements to subscription software. GASB Statement No. 96, *Subscription Based Internet Technology Agreements (SBITAs)*, requires that the State, as a subscriber, recognize a subscription liability and an intangible right-to-use subscription asset (right-to-use software). The subscription liability and subscription asset are recognized at the commencement date of the subscription based on the estimated present value of lease payments over the lease term.

Subscription liability for the internal service and enterprise funds are reported as a long-term obligation in those funds along with the related assets. Subscriptions and the related assets are not reported on the fund financial statements of governmental type funds. However, the subscriptions and related assets of governmental funds are included on the government-wide financial statements and they are shown on the reconciliation between fund financial statements and government-wide statements.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 6 - Obligations Under Right-to-Use Assets (cont.)

Following is a summary of future minimum payments due for subscriptions (in thousands of dollars):

Fiscal Year Ended June 30	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2024	\$ 31,219	\$ 1,506	\$ 378	\$ 1
2025	23,715	611	—	—
2026	507	20	—	—
2027	190	11	—	—
2028	58	2	—	—
2029	30	—	—	—
Total	<u>\$ 55,719</u>	<u>\$ 2,150</u>	<u>\$ 378</u>	<u>\$ 1</u>

Certain lease contracts include variable payments, residual value guarantees or termination penalties that are not known or certain to be exercised at the time of the calculation of the subscription liability. These are recognized as expenses in the period they are incurred. For the fiscal year ended, June 30, 2023, there were no such variable payments excluded from the measurement of the subscription liability. There were also no termination penalties or residual value guarantee payments expensed for the fiscal year ended, June 30, 2023.

Discretely Presented Component Units

Following is a summary of future minimum payments due for subscriptions (in thousands of dollars):

Fiscal Year Ended June 30	College and Universities	
	Principal	Interest
2024	\$ 19,910	\$ 2,189
2025	16,925	1,655
2026	10,914	1,258
2027	9,302	919
2028	7,239	595
2029-2033	13,523	488
Total	<u>\$ 77,813</u>	<u>\$ 7,104</u>

For the fiscal year ended, June 30, 2023, there were no variable payments excluded from the measurement of the lease liability for discretely presented component units. There were no termination penalties or residual value guarantee payments expensed for the fiscal year ended, June 30, 2023.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems

The State has two major retirement systems which cover substantially all State employees. These systems are the Missouri State Employees' Retirement System (MOSERS) and the Missouri Department of Transportation and Highway Patrol Employees' Retirement System (MPERS). MOSERS is comprised of the Missouri State Employees' Plan (MSEP), a cost-sharing multiple-employer, defined benefit public employee retirement plan and the Judicial Plan, a single-employer defined benefit public employee retirement plan. MPERS is a single-employer defined benefit public employees' retirement plan.

Plan Descriptions

The Missouri State Employees' Plan (MSEP) is a cost-sharing multiple-employer, defined benefit public employee retirement plan administered by MOSERS. The Plan is administered in accordance with Sections 104.010 and 104.312-104.1215, RSMo.

The MSEP has three benefit structures known as MSEP (closed plan), MSEP 2000, and MSEP 2011. The MSEP covers all full-time employees hired before July 1, 2000, who are not covered under another state-sponsored retirement plan. MSEP 2000 covers all full-time employees hired on or after July 1, 2000 and before January 1, 2011. MSEP 2011 covers all full-time employees first hired on or after January 1, 2011. Members of the closed plan have the option at retirement to choose between the benefit structure of the MSEP or MSEP 2000.

The Judicial Plan is a single-employer, defined benefit public employee retirement plan administered by MOSERS. The Plan is administered in accordance with Sections 476.445 - 476.690, RSMo. The Judicial Plan covers eligible members appointed/elected before January 1, 2011. The Judicial Plan 2011 covers eligible members appointed/elected for the first time on or after January 1, 2011.

MOSERS provides retirement, survivor, and disability benefits to its members. General employees are fully vested after 5 years of creditable service if covered by the MSEP, MSEP 2000, and MSEP 2011 plans. Elected officials are fully vested after 4 years of creditable service and Members of the General Assembly are fully vested after 6 years of creditable service. The base retirement benefits are calculated by multiplying the employee's final average pay by a specific factor multiplied by the years of credited service. The retirement eligibility requirements are as follows for general employees:

MSEP

Age 65 with 5 years of service
Age 60 with 15 years of service
Age 48 with age and service equaling 80 or more (Rule of 80)
Employees may retire early at age 55 with at least 10 years of service with reduced benefits.
The base benefit in the general employee plan is equal to 1.6% multiplied by the final average pay multiplied by years of credited service.

MSEP 2000

Age 62 with 5 years of service
Age 48 with age and service equaling 80 or more (Rule of 80)
Employees may retire early at age 57 with at least 5 years of service with reduced benefits.
The base benefit in the general employee plan is equal to 1.7% multiplied by the final average pay multiplied by years of credited service.

Judicial Plan

Age 62 with 12 years of service
Age 60 with 15 years of service
Age 55 with 20 years of service
Employees may retire early at age 62 with less than 12 years of service or age 60 with less than 15 years of service with a reduced benefit that is based upon years of service relative to 12 or 15 years.
The base benefit for members with 12 or more years of service is equivalent to 50% of compensation on the highest court served.

Judicial Plan 2011

Age 67 with 12 years of service
Age 62 with 20 years of service
Employees may retire early at age 67 with less than 12 years of service with reduced benefits or age 62 with less than 20 years of service with a reduced benefit based on years of service.
The base benefit for members with 12 or more years of service is equivalent to 50% of compensation on the highest court served.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems (cont.)

MSEP 2011

Age 67 with 5 years of service
Age 55 with age and service equaling 90
or more (Rule of 90)
Employees may retire early at age 62 with
at least 5 years of service with
reduced benefits.
The base benefit in the general employee
plan is equal to 1.7% multiplied by the
final average pay multiplied by years
of credited service.

For members hired prior to August 28, 1997, cost of living adjustments (COLAs) are provided annually based on 80% of the percentage increase in the average Consumer Price Index (CPI) from one year to the next, with a minimum rate of 4% and a maximum rate of 5%, until the cumulative amount of COLAs equals 65% of the original benefit, thereafter the 4% minimum rate is eliminated. For members hired on or after August 28, 1997, and members who have met their COLA cap receive COLAs annually based on 80% of the percentage increase in the average CPI from one year to the next, up to a maximum rate of 5%. Qualified, inactive-vested members of MSEP and the Judicial Plan may make a one-time election to receive the present value of their future benefit in a lump sum payment. To qualify, a member must have left state employment on or after October 1, 1984 and prior to September 1, 2002, have less than 10 years of service, not be within 5 years of retirement eligibility, meet age requirements, and have a benefit present value of less than \$10,000.

The Missouri Department of Transportation and Highway Patrol Employees' Retirement System (MPERS) is a single-employer, defined benefit public employee retirement plan administered in accordance with Sections 104.010-104.1093, RSMo.

MPERS is considered a single-employer plan because its membership is composed of qualified employees of the Missouri Department of Transportation, uniformed and non-uniformed members of the Missouri State Highway Patrol, and MPERS staff.

MPERS provides retirement, survivor, and disability benefits to its members. The MPERS has three benefit structures known as the Closed Plan, the Year 2000 Plan, and the Year 2000 Plan-2011 Tier. Generally, the Closed Plan covers employees hired before July 1, 2000. The Year 2000 Plan generally covers employees hired on or after July 1, 2000 and before January 1, 2011. The Year 2000 Plan-2011 Tier covers employees hired on or after January 1, 2011. Employees covered by the Closed Plan and the Year 2000 Plan are fully vested after 5 years of creditable service. Employees covered by the 2011 Tier are fully vested after 5 years of creditable service if they were active on or after January 1, 2018.

The retirement eligibility requirements are as follows:

Closed Plan

MoDOT and non-uniformed patrol members:

Age 65 and active with 4 or more years
of service
Age 65 with 5 or more years of service
Age 60 with 15 or more years of service
Age 48 with sum of age and service
equaling 80 or more (Rule of 80)

Uniformed patrol members:

Age 55 and active with 4 or more years
of service
Age 55 with 5 or more years of service
Age 48 with sum of age and service
equaling 80 or more (Rule of 80)
Mandatory retirement at age 60

All non-uniformed members may retire early, with reduced benefits, at age 55 with at least 10 years of service.

The base benefit in the Closed Plan is equal to 1.6% multiplied by the final average pay multiplied by years of creditable service for non-uniformed members. For members of the uniformed patrol, the base benefit is equal to 1.1333% multiplied by the final average pay multiplied by years of creditable service.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems (cont.)

For members employed prior to August 28, 1997, cost of living adjustments (COLAs) are provided annually based on 80% of the increase in the Consumer Price Index for all urban consumers for the United States (CPI-U). The minimum rate is 4% and the maximum rate is 5%, until the cumulative amount of COLAs equals 65% of the original benefit. Thereafter, the 4% minimum rate is eliminated and the annual COLA rate will be equal to 80% of the increase in the CPI-U (annual maximum of 5%). For members employed on or after August 28, 1997, COLAs are provided annually based on 80% of the increase in the CPI-U, up to a maximum rate of 5%.

Year 2000 Plan

MoDOT and non-uniformed patrol members:

Age 62 with 5 or more years of service

Age 48 with sum of age and service

equaling 80 or more (Rule of 80)

Uniformed patrol members:

Age 48 with sum of age and service

equaling 80 or more (Rule of 80)

Mandatory retirement at age 60

All members may retire early with reduced benefits at age 57 with at least 5 years of service.

The base benefit in the Year 2000 Plan is equal to 1.7% multiplied by the final average pay multiplied by years of creditable service. Members retiring under the Rule of 80, and uniform patrol members retiring at the mandatory retirement age (currently 60), receive an additional temporary benefit until age 62. The temporary benefit is equivalent to 0.8% multiplied by final average pay multiplied by years of creditable service. COLAs are provided annually based on 80% of the change in the CPI-U, up to a maximum rate of 5%.

Year 2000 Plan-2011 Tier

MoDOT and non-uniformed patrol members:

Age 67 with 5 or more years of service

Age 55 and active with sum of age and service

equaling 90 or more (Rule of 90)

Uniformed patrol members:

Age 55 and active with 5 or more years
of service

Mandatory retirement at age 60 with no
minimum service amount, active only.

Active MoDOT and non-uniformed patrol members may retire early with reduced benefits at age 62 with at least 5 years of service. Terminated and vested uniformed patrol members may retire at age 67 with 5 or more years of service.

The base benefit in the 2011 Tier is equal to 1.7% multiplied by the final average pay multiplied by years of creditable service. Members retiring under the Rule of 90, and uniform patrol members retiring at the mandatory retirement age (currently 60) or at age 55 with 5 years of creditable service, receive an additional temporary benefit until age 62. The temporary benefit is equivalent to 0.8% multiplied by final average pay multiplied by years of creditable service. COLAs are provided annually based on 80% of the change in the CPI-U, up to a maximum rate of 5%.

Single-Employer Plans:

Employees Covered by Benefit Terms – Single-Employers Only

As of June 30, 2022 valuation, membership consisted of the following:

	<u>Judicial Plan</u>	<u>MPERS</u>
Retirees, beneficiaries, and the disabled currently receiving benefits	596	9,426
Terminated employees entitled to, but not yet receiving benefits	27	2,247
Active		
Vested	415	4,841
Nonvested	—	2,033
Total Membership	<u>1,038</u>	<u>18,547</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems (cont.)

Contributions

Per Chapter 104.436, RSMo, contribution requirements of the active employees and the participating employers are established and may be amended by the MOSERS Board. Employees in the MSEP 2011 Plan are required to contribute 4.00% of their annual pay. The State's required contribution rates for the MSEP and the Judicial Plan for the year ended June 30, 2022, were 23.51% and 61.94% of annual payroll, respectively. The contribution rates as a percentage of covered payroll for the MSEP and the Judicial Plan for the year ended June 30, 2022, were 23.51% and 61.94%, respectively. Contributions to the pension plan through the MSEP and the Judicial Plan were \$392,186,000 and \$39,268,000 respectively, for the year ended June 30, 2022.

Per Chapter 104.070, RSMo, contribution requirements of the active employees and the participating employers are established and may be amended by the MPERS Board of Trustees. Beginning January 1, 2011, employee contributions of 4.00% of gross pay are required for those covered by the Year 2000 Plan-2011 Tier. Employer contributions are determined through annual actuarial valuations. Administrative expenses are financed through contributions from participating employers and investment earnings. The state's required contribution rate, as adopted by the MPERS Board of Trustees, for the year ended June 30, 2022, was to be at least 58.00%. The contribution rate as a percentage of covered payroll for the MPERS plan year ended June 30, 2022, was 58.00%. Contributions to the pension plan from the MPERS plan were \$212,711,000.

For the portion of the MSEP Plan relating to the State's component units, the required contribution rate for the year ended June 30, 2022, was 23.51%. The contribution rates as a percentage of covered payroll for the year ended June 30, 2022, was 23.51%. Contributions to the pension plan were \$74,921,000 for the year ended June 30, 2022.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

Cost-Sharing Multiple Employer Plan:

At June 30, 2023, a liability was reported for the State's proportionate share of the net pension liability for the MSEP and the MSEP-CU plans based on an actuarial valuation as of June 30, 2022. The State's proportionate share of the net pension liability was based on the State's actual share of contributions to the pension plan relative to the actual contributions of all participating employers for plan year ended June 30, 2022.

The State reported the following proportionate share of the net pension liability and the pension expense for the fiscal year ended June 30, 2023 (in thousands of dollars):

	<u>MSEP</u>	<u>MSEP-CU</u>
Pension Expense	\$ 714,012	\$ 127,000
Proportionate share:		
2023	83.63 %	15.98 %
Net Pension Liability	\$5,988,052	\$1,143,919

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems (cont.)

Single-Employer Plans:

The State's net pension liability and related information for the Judicial and MPERS plans for the fiscal year ended June 30, 2023, (in thousands of dollars):

	Judicial Plan Increase (Decrease)			MPERS Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Pension (b)	Net Pension Liability (a) – (b)	Total Pension Liability (a)	Plan Fiduciary Net Pension (b)	Net Pension Liability (a) – (b)
Balances at June 30, 2022	\$ 626,284	\$ 211,081	\$ 415,203	\$4,344,073	\$ 3,003,925	\$ 1,340,148
Changes for the year:						
Service Cost	13,304	—	13,304	55,098	—	55,098
Interest	42,073	—	42,073	275,067	—	275,067
Differences Between expected and actual experience	(9,088)	—	(9,088)	16,085	—	16,085
Contributions – Employer	—	39,229	(39,229)	—	212,711	(212,711)
Contributions – Employee	—	1,551	(1,551)	—	12,656	(12,656)
Net Income Investment	—	(18,802)	18,802	—	122,768	(122,768)
Benefit payments, including refunds of employee contributions	(42,530)	(42,530)	—	(279,638)	(279,638)	—
Administrative Expense	—	(80)	80	—	(5,229)	5,229
Net Changes	3,759	(20,632)	24,391	66,612	63,268	3,344
Balances at June 30, 2023	<u>\$ 630,043</u>	<u>\$ 190,449</u>	<u>\$ 439,594</u>	<u>\$4,410,685</u>	<u>\$ 3,067,193</u>	<u>\$ 1,343,492</u>

For the year ended June 30, 2023, the Judicial Plan and MPERS recognized pension expense of \$35,469,000 and \$128,882,000, respectively.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems (cont.)

At June 30, 2023, deferred outflows of resources and deferred inflows of resources related to pensions were reported from the following sources (in thousands of dollars):

	Deferred Outflows of Resources				Deferred Inflows of Resources			
	MSEP	Judicial	MPERS	MSEP-CU	MSEP	Judicial	MPERS	MSEP-CU
Difference between expected and actual experience	\$ 76,298	\$ —	\$13,154	\$14,576	\$ 1,603	\$14,719	\$13,696	\$ 306
Changes of assumptions	142,061	1,777	117,092	27,138	—	2,548	—	—
Net difference between projected and actual earnings on pension plan investments	318,654	9,493	—	60,874	—	—	192,737	—
Changes in proportion and differences between plan contributions and proportionate share of contributions	14,062	—	—	21,680	20,355	—	—	18,404
Contributions subsequent to the measurement date	490,306	39,071	232,814	87,108	—	—	—	—
Total	\$1,041,38	\$50,341	\$363,060	\$211,376	\$21,958	\$17,267	\$206,433	\$18,710

Amount reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability for the measurement period of the year ended June 30, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows (in thousands of dollars):

Fiscal Year Ended June 30	Net Deferred Outflows/Inflows of Resources			
	MSEP	Judicial	MPERS	MSEP-CU
2024	\$ 263,833	\$ (5,230)	\$ (3,237)	\$ 46,653
2025	26,565	(4,497)	(5,155)	13,302
2026	(5,884)	(2,318)	(82,286)	(1,124)
2027	244,603	6,048	14,491	46,727
Totals	\$ 529,117	\$ (5,997)	\$ (76,187)	\$ 105,558

Actuarial Assumptions

The total pension liability at June 30, 2023, is based upon the June 30, 2022, actuarial valuation for MOSERS and MPERS using the entry age normal actuarial cost method. Significant actuarial assumptions used in the June 30, 2022, actuarial valuations are the following:

	MSEP and MSEP-CU	Judicial	MPERS
Price Inflation	2.25 %	2.25 %	2.25 %
Salary Increases	2.75 - 10.00%	3.00 %	3.00 - 12.45%
Investment Rate of Return	6.95 %	6.95 %	6.50 %

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems (cont.)

The actuarial assumptions used in the June 30, 2022, valuation were based on the results of an actuarial experience study covering the five-year period ended June 30, 2021, performed in 2022, for MOSERS. Changes in assumptions since the prior year were: subsequent changes in the unfunded actuarial accrued liability due to actuarial gains/losses or assumption changes are now amortized over a closed 25 year period, instead of 30 years; the mortality assumptions are now based on generational tables; the merit component of the salary increase assumption was adjusted to partially reflect observed experience. For the MSEP and Judicial Plan, the pre-retirement mortality rates were based on the Pub-2010 General Members Below Median Employee mortality table; the post-retirement mortality rates for retirees were based on the Pub-2010 General Members Below Median Healthy Retiree mortality table, scaled by 104% for MSEP; the post-retirement mortality rates for beneficiaries were based on the Pub-2010 General Members Median Contingent Survivor mortality table; mortality was projected generationally from 2010 to 2020 using Scale MP-2020 and 75% of Scale MP-2020 for years after 2020, all tables were set back 2 years for males and set forward 1 year for females for MSEP.

Amounts reported in the June 30, 2022, actuarial report are assumptions reflecting adjustments to expected rates of withdrawal, disability, normal and early retirement, mortality, and merit and seniority pay for MPERS. The actuarial assumptions were based on the results of an actuarial experience study for the period July 1, 2012, through June 30, 2017. Mortality rates, for post-retirement mortality, used in evaluating allowances to be paid to non-disabled pensioners were the RP-2014 Healthy Mortality Tables projected to 2022 using projection scale MP-2017. The pre-retirement mortality used were the RP-2014 Employee Mortality Table projected to 2022 using projection scale MP-2017 and multiplied by a factor of 65%. Disabled pension mortality was based on RP-2014 Disabled Retiree Annuitant Mortality Tables projected to 2022 using projection scale MP-2017.

The long-term (30 year) expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of the real rates of return for the MSEP and Judicial Plan and arithmetic real rates of return for MPERS for each major asset class included in the target allocation are summarized in the table below:

Target Asset Allocation

Asset Class	MSEP and MSEP-CU		Judicial		MPERS	
	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return	Target Allocation	Long-Term Expected Real Rate of Return
Global Equity	30.0%	5.8%	30.0%	5.8%	40.0%	3.4%
Private Equity	15.0%	7.4%	15.0%	7.4%	10.0%	7.4%
Fixed Income					22.5%	1.4%
Real Assets					10.0%	3.7%
Real Estate					10.0%	2.0%
Hedge Funds	5.0%	2.9%	5.0%	2.9%		
Opportunistic Debt					7.5%	5.6%
Long Treasuries	25.0%	1.6%	25.0%	1.6%		
Core Bonds	10.0%	1.2%	10.0%	1.2%		
Commodities	5.0%	3.6%	5.0%	3.6%		
TIPS	25.0%	0.8%	25.0%	0.8%		
Private Real Assets	5.0%	5.2%	5.0%	5.2%		
Public Real Assets	5.0%	5.8%	5.0%	5.8%		
Alternative Beta	10.0%	3.4%	10.0%	3.4%		
Private Credit	5.0%	7.6%	5.0%	7.6%		
Cash and Cash Equivalents**	(40.0)%	0.0%	(40.0)%	0.0%		
	<u>100.0%</u>		<u>100.0%</u>		<u>100.0%</u>	

**Cash and cash equivalents policy allocation amounts are negative due to use of leverage.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems (cont.)

Discount Rate

A single discount rate based on the expected rate of return on pension investments of 6.95%, 6.95%, and 6.50% was used to measure the total pension liability for MSEP, Judicial Plan, and MPERS, respectively. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that employer contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate for MPERS. The projection of cash flows used to determine the discount rate assumed that contributions will be made using actuarial determined rates from participating employers for MOSERS. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of the current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate, as well as, what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher (in thousands of dollars):

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
	5.95%	6.95%	7.95%
MSEP Net Pension Liability	\$7,490,189	\$5,988,052	\$4,733,133
	5.95%	6.95%	7.95%
Judicial Plan Net Pension Liability	\$501,994	\$439,594	\$386,115
	5.50%	6.50%	7.50%
MPERS Net Pension Liability	\$1,868,572	\$1,343,492	\$906,377
	5.95%	6.95%	7.95%
MSEP-CU Net Pension Liability	\$1,430,878	\$1,143,919	\$904,187

Payables to the Pension Plan

As of June 30, 2023, the State had payables of \$24,117,000 to MOSERS for the outstanding amount of contributions to the pension plan, relating to a two week lag in payroll.

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separate financial reports issued by MOSERS and MPERS:

Missouri State Employees' Retirement System
P.O. Box 209
Jefferson City, Missouri 65102-0209
www.mosers.org

Missouri Department of Transportation and
Highway Patrol Employees' Retirement System
P.O. Box 1930
Jefferson City, Missouri 65102-1930
www.mpers.org

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems (cont.)

University of Missouri Retirement System

Plan Description

The University of Missouri Retirement, Disability, and Death Benefit Plan is a single-employer defined benefit plan for all qualified employees. As authorized by Section 172.300, RSMo, the University's Board of Curators administers the Retirement Plan and establishes its terms.

Full-time employees vest in the Retirement Plan after five years of credited service and become eligible for benefits based on age and years of service. A vested employee who retires at age 65 or older is eligible for a lifetime annuity calculated at a certain rate times the credited service years times the compensation base (average consumption for the five highest consecutive salary years). The rate is 2.2% if the employee was hired before October 1, 2012, or 1.0% if the employee was hired after September 30, 2012. Academic members who provide summer teaching and research service receive additional summer service credit. The Board of Curators may periodically approve increases to the benefits paid to existing pensioners. However, vested members who leave the University prior to eligibility for retirement are not eligible for these pension increases. Vested employees who are at least age 55 and have ten years or more of credited service, or age 60 with at least five years of credited service may choose early retirement with a reduced benefit. However, if the employee retires at age 62 and has at least 25 years of credited service, the benefit is not reduced. Up to 30% of the retirement annuity can be taken in a lump sum payment. In addition, the standard annuity can be exchanged for an actuarially-equivalent annuity selected from an array of options with joint and survivor, period certain, and guaranteed annual increase features.

As of June 30, 2023, membership consisted of the following:

Vested members	11,615
Inactive vested members	6,513
Pensioners and beneficiaries	11,746
Total Membership	<u>29,874</u>

The University closed the defined benefit plan to new entrants as of October 1, 2019. Employees starting on or after that date, are enrolled in a defined contribution plan. Vested defined benefit employees that are rehired on or after October 1, 2019, no longer receive creditable service credit within the defined benefit plan.

Contributions

The University's contributions to the Retirement Plan are equal to the actuarially determined contribution requirement (ADC). The ADC for those employees hired before October 1, 2012, averaged 14.9% of covered payroll for the year ending June 30, 2023. The ADC for those employees hired after September 30, 2012, averaged 11.4% of covered payroll for the year ended June 30, 2023. Employees are required to contribute 1% of their salary up to \$50,000 in a calendar year and 2% of their salary in excess of \$50,000. An actuarial valuation of the Plan is performed annually and the University's contribution rate is updated on July 1, to reflect the actuarially determined funding requirement from the most recent valuation, as of the preceding October 1. This actuarial valuation reflects the adoption of any Retirement Plan amendments during the previous fiscal year. The University contributed \$132,849,000 during the fiscal year ended June 30, 2023.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems (cont.)

Employees hired after September 30, 2012, participate in a single employer, defined contribution plan. Each year the University contributes 2% of each employee's eligible salary to a 401(a) plan. Employees are able to contribute to a 457(b) and 403(b) plan. The University will match up to 3% of the employee's contribution to the 457(b) plan with the University's match funds going into the 401(a) plan. Employees in the defined contribution plans are immediately 100% vested in their contributions. Employees hired or rehired beginning October 1, 2019, will participate in a single employer, defined contribution plan. Employees will be automatically enrolled in the plan to contribute 8% of eligible salary into a 457(b) plan. Each year the University will match up to 8% of each employer's eligible salary to a 401(a) plan. The University's matching contributions vest following three years of consecutive or nonconsecutive service. The defined contribution plan recognized \$47,846,000 of pension expense net of \$6,162,000 of forfeitures for the year ended June 30, 2023.

Net Pension Liability

The Retirement Plan's net pension liability was measured as of June 30, 2023. The total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of October 1, 2021. Roll-forward procedures were used to measure the Retirement Plan's total pension liability as of June 30, 2023. For the year ended June 30, 2023, fiduciary net position as a percentage of the total pension liability amounted to 77.32%.

Changes in net pension liability (in thousands of dollars):

	Total Pension Liability (TPL) (a)	Fiduciary Net Pension (FNP) (b)	Net Pension Liability (NPL) (a) - (b)
Balances at June 30, 2022	\$ 5,341,914	\$ 4,286,149	\$ 1,055,765
Changes for the year:			
Service Cost	57,272	—	57,272
Interest	367,007	—	367,007
Differences between expected and actual experience	78,356	—	78,356
Contributions – Employer	—	132,849	(132,849)
Contributions – Employee	—	13,866	(13,866)
Net Income Investment	—	156,871	(156,871)
Benefit payments, including refunds of employee contributions	(312,471)	(312,471)	—
Net Changes	190,164	(8,885)	199,049
Balances at June 30, 2023	<u>\$ 5,532,078</u>	<u>\$ 4,277,264</u>	<u>\$ 1,254,814</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems (cont.)

Pension Expense

Annual pension expense consists of service cost and interest on the pension liability less employee contributions and projected earnings on pension plan investments. The difference between actual and expected earnings is recorded as a deferred outflow/inflow of resources and recognized in pension expense over a five year period.

For the year ended June 30, 2023, the Retirement Plan recognized pension expense of \$284,907,000. At June 30, 2023, deferred outflows of resources and deferred inflows of resources related to pensions were reported from the following sources (in thousands of dollars):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 130,984	\$ 4,417
Changes in assumptions	118,600	—
Net difference between projected and actual earnings on pension plan investments	94,870	—
Total	<u>\$ 344,454</u>	<u>\$ 4,417</u>

The University recognizes differences between actual and expected investment performance included in deferred outflows/inflows of resources on a straight-line basis over five years. Differences between expected and actual experience on actuarial assumptions are amortized over the average expected remaining service life of the University's employees. The following table summarizes the future recognition of these items:

Fiscal Year Ended June	Net Deferred Outflows/Inflows of Resources
	Recognition
2024	\$ 127,152
2025	60,138
2026	125,275
2027	27,472
Totals	<u>\$ 340,037</u>

Actuarial Assumptions

The October 1, 2022, actuarial valuation utilized the entry age actuarial cost method. The discount rate used to measure the total pension liability was 7.00%. Actuarial assumptions included:

Inflation	2.20 %
Salary Increases	3.5 - 4.1%
Investment Rate of Return	7.00 %

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems (cont.)

For purposes of determining actuarially required contributions, the actuarial value of assets was determined using techniques that spread effects of short-term volatility in the market value of investments over a five-year period. Starting with the October 1, 2021, valuation the underfunded actuarial accrued liability is being amortized using a method that separately amortizes the initial unfunded liability as of October 1, 2021 over 20 years, the impact of the assumption changes over 20 years, and future experience gains and losses over 25 years and 15 years, respectively. The mortality rates were based on Pub-2010 Teacher Healthy Annuitant Mortality Table with generational projection using scale MP-2020 for academic and administrative members and Pub-2010 General Healthy Annuitant Mortality Table with generational projection using scale MP-2020 for clerical and service members.

The actuarial assumptions used in the October 1, 2022, valuation were based on the results of the most recent quinquennial study of the University's own experience covering 2016 to 2020.

The annual money-weighted rate of return is calculated as the internal rate of return on pension investments, net of pension plan investment expense. The money-weighted rate of return expresses investment performance, net of pension plan investment expense, adjusted for the changing amounts actually invested. The annual money-weighted rate of return on pension plan investments for the year ended June 30, 2023, was 3.9%. The following table provides long-term expected rates of real return:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Public equity	34.0 %	4.4 %
Private equity	13.0 %	5.1 %
Sovereign bonds	8.0 %	1.0 %
Inflation linked bonds	9.0 %	1.1 %
Private debt	6.0 %	6.9 %
Risk balanced	12.0 %	7.0 %
Commodities	5.0 %	4.5 %
Real estate	13.0 %	6.0 %
	<u>100.0 %</u>	

Discount Rate

The discount rate used to measure the total pension liability was 7.00%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that the University contributions will be made at rates equal to the difference between actuarially determined contribution rates and the employee rate. Based on these assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 7 - Retirement Systems (cont.)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

Regarding the sensitivity of the net pension liability to changes in the single discount rate, the following presents the plan's net pension liability, calculated using a single discount rate, as well as, what the plan's net pension liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher (in thousands of dollars):

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
	6.00%	7.00%	8.00%
MU Net Pension Liability	\$1,959,956	\$1,254,814	\$672,695

Separate financial statements are not prepared for the Plan.

Detailed information concerning the Plan is presented in the University's 2023 financial report, which is publicly available. Copies of this report may be requested from:

University of Missouri System
118 University Hall
Columbia, Missouri 65211
www.umsystem.edu

Note 8 - Other Postemployment Benefits

In addition to the retirement benefits described in Note 7, the State provides postemployment health care and life insurance benefits, in accordance with State statutes, to the majority of employees who either retire from the State or receive long-term disability benefits. These benefits are administered by the Missouri Consolidated Health Care Plan (MCHCP), the Missouri State Employees' Retirement System (MOSERS), the Missouri Department of Transportation and Highway Patrol Employees' Medical and Life Insurance Plan (MHPML), and the Conservation Employees' Insurance Plan (CEIP). MCHCP is a cost-sharing multiple-employer, defined benefit other postemployment benefits plan, MOSERS is an insured, defined benefit insurance plan, and MHPML and CEIP are single-employer defined benefit public employees' other postemployment benefits plans.

Plan Descriptions

Missouri Consolidated Health Care Plan (MCHCP) operates a cost-sharing multiple-employer, defined benefit Other Postemployment Benefits Plan (OPEB), of the State Retiree Welfare Benefit Trust (SRWBT). Employees may participate at retirement, if eligible, to receive a monthly retirement benefit from either the Missouri Employees' Retirement System (MOSERS) or another retirement system whose members are grandfathered for coverage under the MCHCP by law. The terms and conditions governing postemployment benefits, are vested with the MCHCP Board of Trustees within the authority granted under sections 103.003 - 103.178, RSMo. MCHCP provides medical, dental, and vision benefits, and the Strive Employee Life & Family program for the exclusive benefit of current and future retired employees of the state and their dependents who meet eligibility requirements, except those retired members covered by other OPEB plans of the state. Covered categories include active employees, participants and spouses in payment status, participants with a deferred benefit, and disabled participants.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 8 - Other Postemployment Benefits (cont.)

The Missouri Department of Transportation and Highway Patrol Employees' Medical and Life Insurance Plan (MHPML) is a single-employer, defined benefit OPEB plan administered in accordance with Section 104.270, RSMo. MHPML is not a separate legal entity and is self insured. The plan does not maintain assets in a trust and pays expenses on a pay-as-you-go basis. The plan assets are neither legally protected from creditors nor are they dedicated to providing OPEB benefits. The State has no legal obligation to pay the benefits. MHPML provides healthcare insurance benefits to employees who retired from the Department who participated in the Medical and Life Insurance Plan when they were an active employee and had a minimum of five years creditable service. Coverage categories include retirees, certain disabled employees, spouses, certain dependents and survivors of deceased employees and retirees. At July 1, 2021, the number of participants covered by the plan included 6,148 retirees or beneficiaries currently receiving benefits, 80 retirees entitled to but not yet receiving benefits, and 7,237 active employees.

The Conservation Employees' Benefits Plan (CEIP) is a single-employer defined benefit OPEB plan administered by the Conservation Employees' Benefits Plan Board of Trustees in accordance with Article IV, Section 42 of the Missouri Constitution. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. The benefit plan for the Department of Conservation is not irrevocable.

CEIP provides for the continuation of medical insurance benefits for retirees and their dependents. Coverage categories include active employees, retirees and surviving spouses, and spouses of current retirees. At June 30, 2021, 1,326 active employees, 869 retirees and surviving spouses, and 409 spouses of current employees were participating in the plan.

Contributions

Contributions are established and may be amended by the MCHCP Board of Trustees with the authority granted under sections 103.003 - 103.178, RSMo. Contributions to MCHCP by the State are not legally or contractually required. For the fiscal year end June 30, 2022, employers contributed 4.34% for the period July 1, 2021 through December 31, 2021 and 4.29% for the period January 15, 2022 through June 30, 2022, of covered payroll. Retiree contribution rates are established based on projected claims experience and funding provided by employer contributions. Contributions to the OPEB plan for MCHCP and MCHCP-CU was \$72,670,000 and \$30,000, respectively for the year ended June 30, 2023.

The contribution requirements for MHPML are recommended by the Medical and Life Insurance Plan's Board of Trustees and are approved by the Missouri Highways and Transportation Commission. The Commission contributes a percentage of medical premiums for retirees. For those who retired on or prior to January 1, 2015, an amount ranging from 40.0% to 57.0% of the premium is contributed, dependent on the level of coverage. Medical premiums, for employees who retire on or after January 1, 2015, are based on total years of service, with the Commission contributing 2.0% per year of service, not to exceed 50.0% of the total premium, with the retiree responsible for the remaining balance of the premiums. Benefit projections for financial reporting purposes are based on the benefits provided under the terms of the substantive plan in effect at the time of each valuation and the historical pattern of cost sharing between employer and the plan members to that point. Contributions to the Plan for the year ended June 30, 2023, was \$23,494,000.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 8 - Other Postemployment Benefits (cont.)

The contribution requirements for CEIP are established by a trust agreement between the Conservation Commission and the Conservation Employees' Benefits Plan Board of Trustees, which grants the authority to establish and amend benefit terms and financing requirements to the Board of Trustees. The Commission contribution toward retiree medical premium is based on tenure or years of service with the State. At the time of retirement, employees who have 25+ years of service receive a 35% contribution, 20-24 years of service receive a 30% contribution, 15-19 years of service receive a 26.47% contribution, vested status up to 14 years of service receive a 21.57% contribution, and employees who retired prior to January 1, 2013, continue to receive a 35% contribution towards their premium. Benefit projections for financial reporting purposes are based on an established policy of the retiree's paying the premium amount less any direct subsidy paid by the Commission based on years of service and date of retirement. Contributions to the Plan for the year ended June 30, 2023, was \$3,303,000.

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

Cost-Sharing Multiple Employer Plan:

At June 30, 2023, a liability was reported for the State's proportionate share of the collective net OPEB liability for the MCHCP and the MCHCP-CU plans based on an actuarial valuation as of June 30, 2022. The State's proportionate share of the collective net OPEB liability was calculated by dividing the State's contribution to the SRWBT by the total contributions from all applicable employers during the measurement period. From the previous valuation, the discount rate changed from 4.50% to 5.50%.

The State reported the following proportionate share of the collective net OPEB liability and the OPEB expense for the fiscal year ended June 30, 2023, was as follows (in thousands of dollars):

	<u>MCHCP</u>	<u>MCHCP-CU</u>
OPEB Expense	\$ 48,954	\$ 1
Proportionate share:	99.52 %	0.04 %
Net OPEB Liability	\$1,402,070	\$ 579

Single-Employer Plans:

The State's total OPEB liability and related information for the MHPML and CEIP plans for the fiscal year ended June 30, 2023, were as follows (in thousands of dollars):

	<u>MHPML</u>	<u>CEIP</u>
	<u>Total OPEB Liability</u>	<u>Total OPEB Liability</u>
Balances at June 30, 2022	\$ 1,365,143	\$ 122,875
Changes for the year:		
Service Cost	45,697	2,276
Interest	30,222	4,372
Differences between expected and actual experience	(6,050)	—
Changes of assumptions or other inputs	(305,121)	2,252
Benefit payments	(23,494)	(3,303)
Net Changes	(258,746)	5,597
Balances at June 30, 2023	<u>\$ 1,106,397</u>	<u>\$ 128,472</u>

For the year ended June 30, 2023, the MHPML and CEIP recognized OPEB expense of \$1,117,000 and \$326,000, respectively.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 8 - Other Postemployment Benefits (cont.)

At June 30, 2023, deferred outflows of resources and deferred inflows of resources related to OPEBs were reported from the following sources (in thousands of dollars):

	Deferred Outflows of Resources				Deferred Inflows of Resources			
	MCHCP	MHPML	CEIP	MCHCP -CU	MCHCP	MHPML	CEIP	MCHCP -CU
Difference between expected and actual experience	\$ 58,631	\$ 174	\$ —	\$ 24	\$ (13,844)	\$ (44,083)	\$ (14,922)	\$ (6)
Changes of assumptions	—	127,474	13,824	—	(493,813)	(297,927)	(20,169)	(204)
Net difference between projected and actual earnings on plan investments	12,763	—	—	5	—	—	—	—
Changes in proportion and differences between employer contributions and proportionate share of contributions	1,170	—	—	57	(2,166)	—	—	(163)
Contributions subsequent to the measurement date	74,293	23,753	—	28	—	—	—	—
Total	\$146,857	\$151,401	\$ 13,824	\$ 114	\$(509,823)	\$(342,010)	\$(35,091)	\$ (373)

Amount reported as deferred outflows of resources related to OPEB resulting from contributions subsequent to the measurement date will be recognized as a reduction of the net OPEB liability for the measurement period of the year ended June 30, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows (in thousands of dollars):

Fiscal Year Ended June 30	Net Deferred Outflows/Inflows of Resources			
	MCHCP	MHPML	CEIP	MCHCP-CU
2024	\$ (67,232)	\$ (51,071)	\$ (5,620)	\$ (47)
2025	(67,437)	(39,878)	(6,625)	(48)
2026	(68,216)	(22,284)	(6,052)	(48)
2027	(65,775)	(55,010)	(3,189)	(45)
2028	(65,013)	(46,119)	219	(41)
Thereafter	(103,586)	—	—	(58)
Totals	\$ (437,259)	\$ (214,362)	\$ (21,267)	\$ (287)

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 8 - Other Postemployment Benefits (cont.)

Actuarial Assumptions

The total OPEB liability at June 30, 2023, is based upon the the July 1, 2022, actuarial valuation date for MCHCP and MHPML, and the June 30, 2021 actuarial valuation date for CEIP, using the entry age normal actuarial cost method. Significant actuarial assumptions used in the actuarial valuations are the following:

	MCHCP and MCHCP-CU
Price Inflation	3.00%
Salary Increases	4.00%
Investment Rate of Return	5.50%
Healthcare Cost Trend Rate	Non-Medicare is 6.50% for fiscal year 2023 through 2025; the rate decreases by 0.25% per year to an ultimate rate of 5.00% in fiscal 2031. Medicare is 14.50% in fiscal 2023, 15.00% in fiscal 2024, 11.50% in fiscal 2025, 10.50% in fiscal 2026, then decreasing by 0.75% per year to a rate of 5.25% in fiscal 2033, then 5.00% in fiscal 2034 and after.
	MHPML
Price Inflation	2.00%
Salary Increases	2.50%
Investment Rate of Return	3.54%
Healthcare Cost Trend Rate	6.10% for 2021, decreasing to 4.60% for 2027 and later years.
	CEIP
Price Inflation	2.30%
Salary Increases	4.00%
Investment Rate of Return	3.65%
Healthcare Cost Trend Rate	Pre-65 rate of 5.8% for 2021, gradually decreasing to an ultimate rate of 3.7% for 2073 and beyond. Post-65 trend rate of 5.6% for 2021, gradually decreasing to an ultimate rate of 3.7% for 2073 and beyond.

MCHCP's actuarial assumptions used in the July 1, 2022, valuation for SRWBT involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. The valuation to determine MCHCP's total OPEB liability is required to be performed at least every two years, but is performed annually. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of the valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short term volatility in actuarial liabilities and the actuarial value of assets, consistent with the long term perspective of the calculations. The collective total OPEB liability for June 30, 2022, measurement date was determined by an actuarial valuation as of July 1, 2022. The cost method utilized for the valuation year June 30, 2022, was the entry age normal, level percentage of payroll. Mortality rates for Pre-Retirement were based on Pri-2012 Employee Amount-weighted Mortality Table projected generationally using MP-2021. Mortality rates for Annuitant were based on Pri-2012 Retiree Amount-weighted Mortality Table projected generationally using MP-2021. The last experience study was conducted in 2020.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 8 - Other Postemployment Benefits (cont.)

MHPML's actuarial assumptions used in the July 1, 2022, valuation were determined using a measurement date of July 1, 2022. The inflation rate was based on the actuary's long-term estimate of inflation as of July 1, 2020. The salary increases were based on projected salaries, which include COLA's. The discount rate was based on Bond Buyer General Obligation 20-Bond Municipal Bond Index. Mortality rates were based on Pub-2010 Public Retirement Plans Safety Employees Mortality Table weighted by Headcount project by MP-2021 for July 1 2022. The actuarial assumptions used in the July 1, 2022, valuation were based on the results of an actuarial experience study for the period July 1, 2020, through June 30, 2021. From the previous valuation, the discount rate changed from 2.16% to 3.54%.

CEIP's actuarial assumptions used in the June 30, 2021, valuation were determined using a measurement date of June 30, 2023. The discount rate was based on the 20-year Bond General Obligation Index. Mortality rates were based on Pub-2010 Mortality for General Employees, Healthy Annuitants and Contingent Survivors, with generational projection per Scale MP-2021. The plan has not had a formal actuarial experience study performed. From the previous valuation, the discount rate changed from 3.54% to 3.65%.

For MCHCP, the long-term expected rate of return on OPEB plan investments was determined as a blend of the plan sponsor's best estimate on the expected return on plan assets and the 20-year high quality municipal bond rate as of the measurement date. The target asset allocation and best estimates of arithmetic real rate of returns for each major asset class are listed below.

Asset Class	MCHCP and MCHCP-CU	
	Target Allocation	Long-Term Expected Real Rate of Return
Large Cap Stocks	19.0%	8.5%
Mid Cap Stocks	6.0%	8.8%
Small Cap Stocks	9.0%	8.8%
International Stocks	5.0%	9.0%
BarCap Aggregate Bonds	59.0%	3.9%
Cash Equivalants	2.0%	2.8%
	100.0%	

Discount Rate

A single discount rate based on the expected rate of return on OPEB investments of 5.50%, 3.54%, and 3.65% was used to measure the total OPEB liability for MCHCP, MHPML, and CEIP, respectively. For MCHCP, the projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions will be made at required rates, actuarially determined. For years where the expected benefit payments can be covered by projected trust assets, expected returns are used. For years where payments are not expected to be covered by trust assets, the municipal Bond Buyer 20-Bond General Obligation Index rate is utilized.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 8 - Other Postemployment Benefits (cont.)

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

Regarding the sensitivity of the net OPEB liability for MCHCP and total OPEB liability for MHPML and CEIP, to changes in the single discount rate, the following presents the State's liability, calculated using a single discount rate, as well as, what the plan's liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher (in thousands of dollars):

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
MCHCP Net OPEB Liability	4.50% \$1,652,738	5.50% \$1,402,070	6.50% \$1,200,773
MHPML Total OPEB Liability	2.54% \$1,316,197	3.54% \$1,106,397	4.54% \$943,293
CEIP Total OPEB Liability	2.65% \$154,608	3.65% \$128,472	4.65% \$108,278
MCHCP-CU Net OPEB Liability	4.50% \$683	5.50% \$579	6.50% \$496

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

Regarding the sensitivity of the net OPEB liability for MCHCP and the total OPEB liability for MHPML and CEIP, to changes in healthcare cost trend rates, the following presents the plan's liability, calculated using healthcare cost trend rates, as well as, what the plan's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher (in thousands of dollars):

	1% Decrease	Current Health Care Cost Trend Rates	1% Increase
MCHCP Net OPEB Liability	\$1,198,046	\$1,402,070	\$1,655,859
MHPML Total OPEB Liability	\$916,255	\$1,106,397	\$1,357,051
CEIP Total OPEB Liability	\$107,558	\$128,472	\$156,002
MCHCP-CU Net OPEB Liability	\$495	\$579	\$684

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 8 - Other Postemployment Benefits (cont.)

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the financial reports issued by MCHCP:

Missouri Consolidated Health Care Plan
P.O. Box 104355
Jefferson City, Missouri 65110-4355
www.mchcp.org

Missouri State Insured Defined Benefit Insurance Plan

The Missouri State Insured Defined Benefit Insurance Plan is administered through The Standard, which is a third party administrator with oversight by Missouri State Employees Retirement System (MOSERS). In the event that the Standard becomes insolvent, the Missouri Guarantee Association will work with the Standard to see what assets are available to handle their liabilities and the MO Guarantee Association would handle the open and unpaid claims up to the maximum outlined in Section 376.717, RSMo.

Retiree Life Insurance

Members who retire on or after October 1, 1985, or retirees of the Department of Labor and Industrial Relations (DOLIR) who retire on or after January 1, 1996, are eligible for \$5,000 of state-sponsored basic life insurance coverage if they retire directly from active employment. This group plan is financed on a percentage of payroll and is purchased as a group policy through competitive bids. Premiums are contributed as provided by Section 104.515, RSMo. Retirees of the DOLIR who retire prior to January 1, 1996, are eligible for state-sponsored insured defined benefit coverage in the same amount of coverage they were receiving through the DOLIR. The coverage for this closed group is purchased as a group policy at a current cost of \$2.07 per thousand dollars of coverage, per month as provided by Section 288.225, RSMo. The cost for fiscal year 2023 was \$2,176,000.

Long-Term Disability Insurance (LTD)

MOSERS provides LTD coverage for eligible members and generally includes those active members of MOSERS' retirement plans who do not have other disability coverage and are not yet eligible to receive normal (unreduced) retirement benefits. There were 31,232 members covered under the program as of June 30, 2023. This insured defined-benefit coverage is billed on percentage of covered payroll (0.04%). Purchased as group policy through competitive bids, LTD is administered by The Standard Insurance Company. The cost for the year ended June 30, 2023, was \$7,655,000. Premiums are contributed by the State and its component employers as provided for by Section 104.515, RSMo.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 8 - Other Postemployment Benefits (cont.)

University of Missouri System

Plan Description

In addition to the retirement benefits described in *Note 7*, the University of Missouri operates a single-employer, defined benefit Other Postemployment Benefits (OPEB) Plan. The assets of the OPEB Trust Fund are irrevocable and legally protected from creditors and dedicated to providing postemployment benefits in accordance with the plan. The OPEB plan provides postemployment medical, dental, and life insurance benefits to employees who retire from the University after attaining age 55 and before reaching age 60 with ten or more years of service, or after attaining age 60 with five or more years of service. As of January 1, 2018, employees must be 60 years old and have 20 years of service at the date of retirement to access the same percentage subsidy as retirees prior to January 1, 2018. Employees with age plus years of service less than 80, but with more than 5 years of service as of January 1, 2018, will receive a subsidy of \$100 per year of service up to a maximum of \$2,500 annually. Employees with less than 5 years of service as of January 1, 2018, will not receive an insurance subsidy or be eligible to participate in the University's plans.

As of June 30, 2023, 8,261 retirees were receiving benefits, and an estimated 6,594 active University employees may become eligible to receive benefits under the plan. Postemployment medical, dental and life insurance benefits are also provided to long-term disability claimants who were vested in the University's Retirement Plan at the date the disability began, provided the onset date of the disability was on or after September 1, 1990. As of June 30, 2023, 115 long-term disability claimants met those eligibility requirements. The terms and conditions governing the postemployment benefits to which employees are entitled are at the sole authority and discretion of the University's Board of Curators. The OPEB plan does not issue a separate financial report.

Contributions

Postemployment benefits are funded through both employer and employee contributions. Contribution requirements of employees and the University are established and may be amended by the University's Board of Curators. For employees retiring prior to September 1, 1990, the University contributes 2/3 of the medical benefits premium and 1/2 of the dental plan premium. For employees who retire on or after September 1, 1990, the University contributes towards premiums based on the employee's length of service and age at retirement.

The University makes available two group term life insurance options. Option A coverage is equal to the retiree's salary at the date of retirement, while Option B is equal to two times the amount. For each option, graded decreases in coverage are made when the retiree attains specific age levels. The University pays the full cost of Option A and approximately 91% of Option B coverage. Coverage for group term life insurance ends on January 1 following the retiree's 70th birthday.

For the year ended June 30, 2023, participant contributions were \$16,957,000, or approximately 53.6%, of the total premiums through their required contributions, which vary depending on the plan and coverage selection. In fiscal year 2023, the contribution rate as a percentage of covered payroll was 2.68% and the University contributed \$14,706,000.

The University also makes available two long-term disability options to its employees. Option A coverage is equal to 60% of the employee's salary on the date the disability began, when integrated with benefits from all other sources. Option B coverage is equal to 66-2/3% of the employee's salary, integrated so that benefits from all sources will not exceed 85% of the employee's salary. Both options have a 149-day waiting period and provide benefits until age 65. The University pays the full cost of the Option A premium, while employees enrolled in Option B pay the additional cost over the Optional A premium.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 8 - Other Postemployment Benefits (cont.)

OPEB Liabilities, OPEB Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

At June 30, 2023, the net OPEB liability for the University was based on an actuarial valuation as of June 30, 2023, and measured as of that date. For the year ended June 30, 2023, fiduciary net position as a percentage of the net OPEB liability amounted to 22.19%.

Changes in net OPEB liability (in thousands of dollars):

	Total OPEB Liability (TOL)	Fiduciary Net Position (FNP)	Net OPEB Liability (NOL)
Balances at June 30, 2022	\$ 199,702	\$ 39,922	\$ 159,780
Changes for the year:			
Service Cost	2,180	—	2,180
Interest	6,888	—	6,888
Changes of Benefit Terms	(23,906)	—	(23,906)
Differences between expected and actual experience	858	—	858
Changes in assumptions	20,161	—	20,161
Contributions – Employer	—	14,706	(14,706)
Contributions – Employee	—	16,957	(16,957)
Net Investment Income	—	2,509	(2,509)
Benefit payments, including refunds of employee contributions	(14,727)	(31,684)	16,957
Net Changes	(8,546)	2,488	(11,034)
Balances at June 30, 2023	<u>\$ 191,156</u>	<u>\$ 42,410</u>	<u>\$ 148,746</u>

For the year ended June 30, 2023, the University recognized OPEB expense of (\$68,962,000). At June 30, 2023, deferred outflows of resources and deferred inflows of resources related to OPEBs were reported from the following sources (in thousands of dollars):

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 10,879	\$ 8,421
Changes in assumptions	15,208	116,523
Net difference between projected and actual earnings on OPEB plan investments	—	2,255
Total	<u>\$ 26,087</u>	<u>\$ 127,199</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 8 - Other Postemployment Benefits (cont.)

The University recognizes differences between actual and expected investment performance included in deferred outflows/inflows of resources on a straight-line basis over five years. Differences between expected and actual experience on actuarial assumptions are amortized over the average expected remaining service life of the University's employees. The following table summarizes the future recognition of those items (in thousands of dollars):

Fiscal Year Ended June 30	Net Deferred Outflows/Inflows of Resources
	Recognition
2024	\$ (50,797)
2025	(42,538)
2026	(7,637)
2027	(140)
Totals	<u>\$ (101,112)</u>

Actuarial Assumptions

The total OPEB liability at June 30, 2023, is based upon the June 30, 2023, actuarial valuation, using the entry age normal, as a level percentage of pay, actuarial cost method. Significant actuarial assumptions used in the actuarial valuations are the following:

Price Inflation	2.20 %
Salary Increases	Varies based on age: 0.3% to 6.0% (including inflation) for academic and administrative; 0.2% to 3.1% (including inflation) for clerical and service.
Investment Rate of Return	3.65 %
Pre-65 Medical and HSP Plans Trend Rate	7.25% for Medical and 6.5% for HSP Plan decreasing by 0.25% per year until an ultimate trend of 4.5% is reached.
Pre-65 Rx trend rate	8.25% decreasing by 0.25% per year until an ultimate trend of 4.5% is reached.
Post-65 Medicare Base and Rx Trend Rate	3.02%, then 6.0% decreasing by 0.25% per year until an ultimate trend of 4.50% is reached.
Post-65 Medicare Buyup and Rx trend rate	11.5%, then 6.0% decreasing by 0.25% per year until an ultimate trend of 4.50% is reached.
Dental trend rates	2.00 %

The University's actuarial assumptions used in the June 30, 2023, valuation involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Benefit projections for financial reporting purposes are based on the benefits provided under the terms of the substantive plan in effect at the time of each valuation and the historical pattern of cost sharing between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations. For healthy retiree mortality rates, the Pub-2010 Teacher Employee and Healthy Annuitant Headcount-Weighted Mortality Tables, weighted 95% for males and 103% for females, with generational projection using Scale MP-2020 was used for academic and administrative members. The Pub-2010 General Employee and Healthy Annuitant Headcount-Weighted Mortality Tables, weighted 124% for males and 112% for females, with generational projection using Scale MP-2020 was used for clerical and service members. For disabled retiree mortality rates, the Pub-2010 Non-Safety Disabled Annuitant Headcount-Weighted Mortality Table, weighted 95% for males and females, with generational projection using Scale MP-2020 was used.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 8 - Other Postemployment Benefits (cont.)

Discount Rate

The discount rate used to measure the total OPEB liability was 3.65% for the year ended June 30, 2023. The projection of cash flows used to determine the discount rate assumed that the University would not make additional contributions to the OPEB Trust and would continue to fund the plan on a pay-as-you-go basis. Based on those assumptions, the OPEB Plan's fiduciary net position was not projected to cover a full year of projected future benefit payments. Therefore, all future benefit payments are discounted at the current index rate for 20 year, tax exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

Regarding the sensitivity of the net OPEB liability for the University, to changes in the single discount rate, the following presents the University's liability, calculated using a single discount rate, as well as, what the plan's liability would be if it were calculated using a single discount rate that is 1-percentage-point lower or 1-percentage-point higher (in thousands of dollars):

	1% Decrease	Current Single Discount Rate Assumption	1% Increase
	2.65%	3.65%	4.65%
Net OPEB Liability	\$173,859	\$148,746	\$127,910

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

Regarding the sensitivity of the net OPEB liability for the University, to changes in healthcare cost trend rates, the following presents the University's liability, calculated using healthcare cost trend rates, as well as, what the plan's net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher (in thousands of dollars):

	1% Decrease	Current Health Care Cost Trend Rates	1% Increase
Net OPEB Liability	\$139,461	\$148,746	\$159,505

Detailed information concerning the Plan is presented in the University's 2023 financial report, which is publicly available. Copies of this report may be requested from:

University of Missouri System
118 University Hall
Columbia, Missouri 65211
www.umsystem.edu

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 9 - Deferred Compensation

Missouri State Public Employees' Deferred Compensation Plan:

In accordance with Internal Revenue Code Section 457, the State offers all employees the opportunity to participate in the Missouri State Public Employees' Deferred Compensation Plan. Under the Plan, employees are permitted to defer a portion of their current salary until future years.

All amounts of compensation deferred under the Plan must be held in a trust, custodial account, or annuity contract for the exclusive benefit of Plan participants and their beneficiaries. Investments are managed by the Plan's trustee under one of several investment options, or a combination thereof. The choice between the investment option(s) available by the Plan is made by the participants.

Copies of the Plan's financial statements may be requested from:

Plan Administrator
c/o MOSERS
P.O. Box 209
907 Wildwood Drive
Jefferson City, Missouri 65102-0209

Missouri State Public Employees' Deferred Compensation Plan:

The Plan was established by the Missouri State Public Employees' Deferred Compensation Commission in July 1995 pursuant to Section 401(a) of the Internal Revenue Code.

Under the Plan provisions, any employee of the State is eligible to participate in the Plan if he/she has been an employee of the State for at least 12 consecutive months preceding any employer contributions to the Plan, and is making continuous monthly deferrals of at least \$25 to the Missouri State Public Employees' Deferred Compensation Plan. The State, subject to appropriation, contributes \$25 or up to a maximum of \$75 per month for each employee that meets these requirements based on employee contribution.

The first employer contributions to the Plan were made in January 1996. The Plan receives contributions from employers as well as rollovers from other qualified plans. During fiscal year 2023, net rollovers and contributions to ICMA-RC were \$24,689,000.

Copies of the Plan's financial statements may be requested from:

Plan Administrator
c/o MOSERS
P.O. Box 209
907 Wildwood Drive
Jefferson City, Missouri 65102-0209

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 10 - Changes in Long-Term Liabilities

The following is a summary of changes in long-term liabilities for the year ended June 30, 2023 (in thousands of dollars):

	*Balance July 1, 2022	Increases	Decreases	Balance June 30, 2023	Due Within One Year
Governmental Activities:					
Due to Other Entities	\$ 7,035	\$ 24,396	\$ (3,870)	\$ 27,561	\$ 11,473
General Obligation Bonds Payable	12,090	—	(12,090)	—	—
Other Bonds Payable	1,950,235	453,005	(394,695)	2,008,545	295,120
Unamortized Bond Premium/Discount	94,557	47,643	(31,381)	110,819	—
Obligations under Financed Purchase	31,417	6,997	(9,523)	28,891	6,132
Obligations Under Right-to-Use Assets - Leases	106,568	34,869	(23,031)	118,406	22,453
Obligations Under Right-to-Use Assets - Subscriptions	30,892	67,219	(42,392)	55,719	31,219
Pollution Remediation	50,261	151	(1,339)	49,073	2,613
Asset Retirement Obligations	1,815	—	(17)	1,798	—
Compensated Absences	197,480	279,303	(261,456)	215,327	187,666
Claims/Judgment Liability	229,132	695,459	(767,282)	157,309	92,016
Contingent Liabilities	70,023	18,727	(23,500)	65,250	40,538
2 nd Injury Fund Contingent Liabilities	2,315,842	92,166	(57,522)	2,350,486	57,522
Net Other Postemployment Benefit Obligation	3,165,973	210,386	(756,798)	2,619,561	—
Net Pension Liability	6,427,476	1,424,784	(124,163)	7,728,097	—
Total Governmental-Type Activities	<u>\$ 14,690,796</u>	<u>\$ 3,355,105</u>	<u>\$ (2,509,059)</u>	<u>\$ 15,536,842</u>	<u>\$ 746,752</u>
Business-Type Activities:					
Other Bonds Payable	\$ 57,575	\$ —	\$ (2,605)	\$ 54,970	\$ 2,620
Unamortized Bond Premium/Discount	(105)	—	8	(97)	—
Obligations Under Right-to-Use Assets - Leases	1,878	5	(547)	1,336	527
Obligations Under Right-to-Use Assets - Subscriptions	733	—	(355)	378	378
Claims/Judgment Liability	89,216	10,343	(10,067)	89,492	11,000
Grand Prize Winner Liability	117,658	81,082	(89,047)	109,693	82,464
Asset Retirement Obligations	2	—	—	2	—
Compensated Absences	1,426	1,089	(1,178)	1,337	1,307
Net Other Postemployment Benefit Obligation	11,107	985	(3,287)	8,805	—
Net Pension Liability	31,260	10,874	(948)	41,186	—
Total Business-Type Activities	<u>\$ 310,750</u>	<u>\$ 104,378</u>	<u>\$ (108,026)</u>	<u>\$ 307,102</u>	<u>\$ 98,296</u>

*Beginning balances as of July 1, 2022, have been restated (see Note 17).

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 11 - Debt

Bonds:

All of the State's Bonds are long-term liabilities and are reconciling items from governmental fund financial statements to government-wide financial statements, with the exception of Board of Public Buildings, Series A 2021. On the Government-Wide Statement of Net Position, the long-term liabilities are shown as the amounts due within one year from the date of the statement and the amounts due in more than one year from the date of the statement. Board of Public Buildings, Series A 2021, is paid with enterprise funds and is reported as a long-term obligation in the Proprietary Funds *Statement of Net Position*.

General Obligation Bonds:

The Board of Fund Commissioners of the State of Missouri, upon voter approval and subsequent authorization of the General Assembly, issues general obligation bonds that are secured by a pledge of the full faith, credit, and resources of the State. The principal and interest amounts are transferred one year in advance from the General Fund or other funds to the debt service funds from which principal and interest payments are made. There are no general obligation bonds that are currently outstanding.

As of June 30, 2023, \$594,494,240 of the Water Pollution Control Bonds; \$250,000,000 of the Fourth State Building Bonds; and \$45,000,000 of the Stormwater Control Bonds have been issued. The remaining authorization for the Water Pollution Control Bonds is \$130,505,760 and for Stormwater Control Bonds is \$155,000,000.

Other Bonds:

The Board of Public Buildings of the State of Missouri, upon the approval of the General Assembly, issues revenue bonds for building projects and commits state agencies to lease space in these buildings. The General Assembly appropriates to the Board, on behalf of the state agencies, amounts sufficient to pay the principal and interest on the bonds, maintain certain required reserves, and to pay the costs of operations. The total amount authorized for the Board equals \$1,545,000,000.

To take advantage of lower interest rates, the Board of Public Buildings has issued bonds to refund various outstanding bond issues. The following indicates the outstanding refunding bonds issued by the Board (in thousands of dollars):

	Date Issued	Amount Issued	Series Refunded	Amount Refunded
Board of Public Buildings:				
Series A 2011-Refunding	09/27/11	\$ 143,020	A 2001	\$ 126,850
			A 2003	12,620
			A 2006	3,175
Series A 2014-Refunding	08/19/14	88,680	A 2006	87,225
Series A 2015-Refunding	04/01/15	20,250	A 2011-Refunding	21,380
Series A 2020-Refunding	03/26/20	38,920	A 2011-Refunding	40,350
Series B 2020-Refunding	08/25/20	172,850	A 2012-Refunding	185,850
			A 2013-Refunding	19,635

The additional principal amount of the refunding bonds does not decrease the amount of the authorization.

As of June 30, 2023, the Board of Public Buildings Bonds had issued \$1,253,800,000 of the bond authorization. The remaining authorization is \$291,200,000.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 11 - Debt (cont.)

The Board of Public Buildings Bonds issued and outstanding as of June 30, 2023, were as follows (in thousands of dollars):

	Interest Rates	Payment Dates	Issue Date	Final Maturity Date	Issued	Outstanding
Board of Public Buildings:						
Series A 2011-Refunding	1.0 - 5.0%	4/1; 10/1	9/11	10/1/28	\$ 143,020	\$ 25,080
Series A 2014-Refunding	1.0 - 5.0%	4/1; 10/1	8/14	10/1/30	88,680	53,730
Series A 2015-Refunding	5.0%	4/1; 10/1	4/15	10/1/24	20,250	20,250
Series A 2015	3.0 - 5.0%	4/1; 10/1	4/15	10/1/36	36,805	21,905
Series B 2015	3.0 - 5.0%	4/1; 10/1	9/15	4/1/30	60,000	29,955
Series A 2016	3.0 - 4.0%	4/1; 10/1	5/16	4/1/36	100,000	55,480
Series A 2017	2.0 - 5.0%	4/1; 10/1	9/17	4/1/32	77,165	51,005
Series A 2018	3.0 - 5.0%	4/1; 10/1	5/18	4/1/37	47,740	32,475
Series A 2020-Refunding	3.0 - 3.25%	4/1; 10/1	3/20	10/1/25	38,920	10,750
Series B 2020-Refunding	4.0 - 5.0%	4/1; 10/1	8/20	10/1/28	172,850	136,280
Series A 2021	0.3 - 2.75%	4/1; 10/1	10/21	4/1/41	60,885	54,970
Total Board of Public Buildings Bonds					<u>\$ 846,315</u>	<u>\$ 491,880</u>

As of June 30, 2023, the debt service requirements for principal and interest in future years for the Board of Public Buildings Bonds in governmental funds were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Principal	Interest	Totals
2024	\$ 57,045	\$ 15,966	\$ 73,011
2025	59,815	13,203	73,018
2026	61,555	10,472	72,027
2027	59,265	8,029	67,294
2028	58,810	5,841	64,651
2029-2033	118,460	9,914	128,374
2034-2037	21,960	1,526	23,486
Totals	<u>\$ 436,910</u>	<u>\$ 64,951</u>	<u>\$ 501,861</u>

As of June 30, 2023, the debt service requirements for principal and interest in future years for the Board of Public Buildings Bonds in enterprise funds were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Principal	Interest	Totals
2024	\$ 2,620	\$ 1,187	\$ 3,807
2025	2,640	1,166	3,806
2026	2,670	1,136	3,806
2027	2,705	1,100	3,805
2028	2,745	1,057	3,802
2029-2033	14,520	4,496	19,016
2034-2038	16,250	2,770	19,020
2039-2041	10,820	591	11,411
Totals	<u>\$ 54,970</u>	<u>\$ 13,503</u>	<u>\$ 68,473</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 11 - Debt (cont.)

The Missouri Development Finance Board (MDFB) issued \$92,660,000 of Series 2014 Bonds dated December 10, 2014 and \$97,225,000 of Series 2016 Bonds dated December 15, 2016, to fund the replacement of the Fulton State Hospital. These bonds are special, limited obligations of the Board and do not constitute a pledge of the full faith and credit of the State. However, under a financing agreement, the Office of Administration will request that the Governor's annual budget request to the General Assembly include the State's financing amount for principal and interest each year.

The MDFB – Fulton State Hospital Project Bonds issued and outstanding as of June 30, 2023, were as follows (in thousands of dollars):

	Interest Rates	Payment Dates	Issue Date	Final Maturity Date	Issued	Outstanding
Fulton State Hospital Project Bonds:						
Series 2014	2.125 - 5.0%	4/1; 10/1	12/14	10/1/32	\$ 92,660	\$ 36,940
Series 2016	4.0 - 5.0%	4/1; 10/1	12/16	10/1/31	97,225	27,085
Total Fulton State Hospital Bonds					<u>\$ 189,885</u>	<u>\$ 64,025</u>

As of June 30, 2023, the debt service requirements for principal and interest in future years for the Fulton State Hospital Project Bonds (based on the financing agreement between the State and the Board) were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Principal	Interest	Totals
2024	\$ 6,475	\$ 2,237	\$ 8,712
2025	6,710	2,000	8,710
2026	6,965	1,738	8,703
2027	7,245	1,451	8,696
2028	7,540	1,153	8,693
2029-2033	29,090	2,754	31,844
Totals	<u>\$ 64,025</u>	<u>\$ 11,333</u>	<u>\$ 75,358</u>

The Missouri Development Finance Board (MDFB) issued \$33,800,000 of Series A 2016 Bonds dated March 11, 2016, to fund the State Historical Society project. These bonds are special, limited obligations of the Board and do not constitute a pledge of the full faith and credit of the State. However, under a financing agreement, the Office of Administration will request that the Governor's annual budget request to the General Assembly include the State's financing amount for principal and interest each year.

The MDFB – State Historical Society Project Bonds issued and outstanding as of June 30, 2023, were as follows (in thousands of dollars):

	Interest Rates	Payment Dates	Issue Date	Final Maturity Date	Issued	Outstanding
State Historical Society Project Bonds:						
Series A 2016	2.0 - 5.0%	4/1; 10/1	3/16	10/1/35	<u>\$ 33,800</u>	<u>\$ 24,340</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 11 - Debt (cont.)

As of June 30, 2023, the debt service requirement of the State for principal and interest in future years for the State Historical Society Project were as follows (in thousands of dollars):

<u>Fiscal Year Ended June 30</u>	<u>Principal</u>	<u>Interest</u>	<u>Totals</u>
2024	\$ 1,555	\$ 748	\$ 2,303
2025	1,605	692	2,297
2026	1,665	627	2,292
2027	1,710	577	2,287
2028	1,760	524	2,284
2029-2033	9,605	1,738	11,343
2034-2036	6,440	300	6,740
Totals	<u>\$ 24,340</u>	<u>\$ 5,206</u>	<u>\$ 29,546</u>

State Road Bonds:

The Missouri Highways and Transportation Commission authorized by Article IV, Section 29-34 of the Missouri Constitution and Section 226.133 of the State Highway Act, issues bonds for highway construction and repairs. Under the Missouri Constitution, the principal and interest of the State Road Bonds are payable solely from the revenues of the Missouri Road Fund. State Road Bonds have the following levels of priority: Senior Bonds, First Lien Bonds, Second Lien Bonds, and Third Lien Bonds. Proceeds from State Road Bonds are used for the purpose of constructing and maintaining the State's highways. As of June 30, 2023, the Missouri Highways and Transportation Commission had issued \$4,532,525,000. In addition, Senate Concurrent Resolution 14 authorized \$301,000,000 in Missouri Highways and Transportation Commission bonds to renovate bridges and other important transportation infrastructure. The Third Lien State Road Bonds, Series B 2019 and the Third Lien State Road Bonds, Series A 2021 are payable from the General Revenue Fund.

To take advantage of lower interest rates, the Missouri Highways and Transportation Commission has issued Bonds to refund various outstanding bond issues. The following indicates the outstanding refunding bonds issued by the Commission (in thousands of dollars):

	<u>Date Issued</u>	<u>Amount Issued</u>	<u>Series Refunded</u>	<u>Amount Refunded</u>
Senior Lien State Road Bonds:				
Series A 2014-Refunding	6/3/14	589,015	A 2006	\$ 149,150
			B 2006	503,330
Series B 2014-Refunding	6/3/14	311,975	2007	325,290
Series A 2019-Refunding	5/13/19	102,705	A 2008	68,605
			A 2009	42,695

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 11 - Debt (cont.)

The State Road Bonds issued and outstanding as of June 30, 2023, were as follows (in thousands of dollars):

	Interest Rates	Payment Dates	Issue Date	Final Maturity Date	Issued	Outstanding
Missouri Highways and Transportation Commission:						
State Road Bonds:						
Series B 2009	4.802 - 5.252%	5/1; 11/1	9/09	5/1/33	\$ 404,375	\$ 357,310
Series C 2009-Third Lien	4.313 - 5.213%	5/1; 11/1	11/09	5/1/29	300,000	154,075
Series B 2010	4.72 - 5.02%	5/1; 11/1	3/10	5/1/25	56,135	30,365
Series A 2014-Refunding	2.00 - 5.00%	5/1; 11/1	6/14	5/1/26	589,015	298,860
Series B 2014-Refunding	3.00 - 5.00%	5/1; 11/1	6/14	5/1/25	311,975	7,375
Series A 2019-Refunding	5.00 %	5/1; 11/1	5/19	5/1/25	102,705	22,605
Series B 2019-Third Lien	5.00 %	5/1; 11/1	12/19	11/1/26	178,370	87,740
Series A 2021-Third Lien	5.00 %	5/1; 11/1	12/21	11/1/26	88,955	71,935
Series A 2022-Third Lien	4.00 - 5.00%	5/1; 11/1	12/22	5/1/33	453,005	453,005
Total Missouri Highways and Transportation Commission					<u>\$ 2,484,535</u>	<u>\$ 1,483,270</u>

As of June 30, 2023, debt service requirements for principal and interest in future years for the Missouri Highways and Transportation Commission were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Principal	Interest	Totals
2024	\$ 230,045	\$ 82,997	\$ 313,042
2025	254,790	63,072	317,862
2026	246,400	50,250	296,650
2027	144,235	37,764	181,999
2028	109,580	31,208	140,788
2029-2033	498,220	73,929	572,149
Totals	<u>\$ 1,483,270</u>	<u>\$ 339,220</u>	<u>\$ 1,822,490</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 11 - Debt (cont.)

Component Units' Bonds and Direct Placements - The following bonds are included in the balance sheet of the college and universities and the non-major component units.

Major

College and Universities:

The college and universities of the State issue revenue bonds for various projects on each respective campus. Bonds are payable, both principal and interest, only out of net income and revenues arising from operations of facilities funded by the bonds. As of June 30, 2023, debt service requirements for principal and interest for the college and universities were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Bonds from Direct Placements		Other Bonds		Totals
	Principal	Interest	Principal	Interest	
2024	\$ 17,314	\$ 3,802	\$ 183,007	\$ 98,237	\$ 302,360
2025	11,879	3,414	58,635	79,761	153,689
2026	11,511	3,122	161,515	76,321	252,469
2027	11,754	2,834	64,285	72,744	151,617
2028	11,766	2,545	154,375	68,915	237,601
2029-2033	55,276	8,601	460,875	278,474	803,226
2034-2038	27,545	2,848	211,830	198,630	440,853
2039-2043	8,394	372	326,545	125,692	461,003
2044-2048	—	—	158,825	50,177	209,002
2049-2053	—	—	102,545	38,728	141,273
2054-2058	—	—	150,000	9,533	159,533
Totals ⁽¹⁾	<u>\$ 155,439</u>	<u>\$ 27,538</u>	<u>\$ 2,032,437</u>	<u>\$ 1,097,212</u>	<u>\$ 3,312,626</u>

⁽¹⁾The bond schedule does not include notes payable, therefore, it differs from the bonds and notes payable amount reported in the statements.

Non-Major

Missouri Development Finance Board:

In December 2000, the Board issued \$6,500,000 in St. Louis Convention Center Hotel Series 2000B, taxable infrastructure facilities revenue bonds and \$14,600,000 in St. Louis Convention Center Hotel Series 2000C, tax-exempt infrastructure facilities revenue bonds, respectively for the purpose of paying the costs of acquiring land and constructing a parking garage. These bonds were remarketed in June 2020 as \$4,590,000 2020B and \$4,730,000 2020C bonds, replacing 2000B and 2000C, respectively. Bonds are payable, both principal and interest, out of revenues derived from the operation of the parking garage.

In April 2010, the Board issued \$9,000,000 in Seventh Street Garage Series 2010, tax exempt infrastructure facilities revenue bonds.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 11 - Debt (cont.)

The Missouri Development Finance Board Revenue Bonds issued and outstanding as of June 30, 2023, were as follows (in thousands of dollars):

	Interest Rates	Payment Dates	Issue Date	Final Maturity Date	Issued	Outstanding
Missouri Development Finance Board:						
Revenue Bonds						
Series 2010	Variable	monthly	4/10	10/1/33	\$ 9,000	\$ 3,494
Series 2020B/C	Variable	monthly	6/20	12/1/49	9,320	8,390
Total Missouri Development Finance Board Revenue Bonds					<u>\$ 18,320</u>	<u>\$ 11,884</u>

As of June 30, 2023, the debt service requirements for principal and interest in future years for the Missouri Development Finance Board Revenue Bonds were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Principal	Interest	Totals
2024	\$ 585	\$ 437	\$ 1,022
2025	597	419	1,016
2026	609	430	1,039
2027	623	404	1,027
2028	637	378	1,015
2029-2033	3,405	1,063	4,468
2034-2038	1,688	636	2,324
2039-2043	1,550	449	1,999
2044-2048	1,550	263	1,813
2049-2050	640	64	704
Totals ⁽¹⁾	<u>\$ 11,884</u>	<u>\$ 4,543</u>	<u>\$ 16,427</u>

⁽¹⁾The bond schedule does not include notes payable, therefore, it differs from the bonds and notes payable amount reported in the statements.

The annual debt service schedule assumes an interest rate of 4.0 percent, representing the average interest rate at June 30, 2023, for the Series 2020B and Series 2020C bonds. For the period May 1, 2015 through maturity, the Seventh Street Garage bonds will carry a fixed rate of interest recalculated every five years. The rate for the period beginning May 2015 and ending April 2020 was 4.25 percent. For the five year period beginning May 2020 and ending May 2025, the rate is a monthly term of LIBOR on the first day of the month not to be less than 3.0 percent. The rate for the period beginning May 2020 is assumed to be 3.0 percent.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 11 - Debt (cont.)

Bond Transactions of the State of Missouri - The following schedule is a summary of bond activity for the fiscal year ended June 30, 2023 (in thousands of dollars):

	Governmental Funds		Enterprise Funds	Component Units		
	General Obligation Bonds	Other Bonds	Other Bonds	Bonds from Direct Placements	Other Revenue Bonds	Totals
Bonds Payable at July 1, 2022	\$ 12,090	\$1,950,235	\$ 57,575	\$ —	\$ —	\$2,019,900
Bond Issuance	—	453,005	—	—	—	453,005
Bonds Retired	(12,090)	(394,695)	(2,605)	—	—	(409,390)
Subtotal	—	2,008,545	54,970	—	—	2,063,515
College and Universities ⁽¹⁾	—	—	—	155,439	2,032,437	2,187,876
MO Development Finance Board	—	—	—	—	11,884	11,884
Bonds Payable at June 30, 2023	\$ —	\$2,008,545	\$ 54,970	\$ 155,439	\$2,044,321	\$4,263,275

⁽¹⁾ Detailed information for college and universities are not shown.

Financed Purchases from Direct Borrowings:

The State has entered into various agreements for financed purchases from direct borrowings for buildings, equipment, and software. Through contracts with Central Bank, the State has a \$5.9 million obligation outstanding as of June 30, 2023, for governmental activities. These financed purchases are secured with collateral of capital assets in the amount of \$11.7 million. In the event of default, the lease shall be terminated and the resulting property returned to the lessor. If the termination is the result of non-appropriation, the State shall deliver the property to the lessor within 10 business days after the termination of the lease schedule. If the property is not delivered within 10 business days, then the State shall also be responsible for the payment of damages in an amount equal to the amount of the lease payments that would have thereafter come due on the lease schedule had it not been terminated. The State had an unused line of credit in the amount of \$73.5 million at the end of fiscal year 2023.

The State has entered into an agreement for financed purchases from direct borrowings for energy star equipment through a contract with Bank of America. These purchases are secured with capital assets as collateral with a value of \$3.8 million. The State has a \$0.2 million obligation outstanding as of June 30, 2023, for governmental activities. In the event of default, the lease shall be terminated and the resulting property returned to the lessor. If the termination is the result of non-appropriation, the State shall deliver the property to the lessor within 10 business days after the termination of the lease schedule. If the property is not delivered within 10 business days, then the State shall also be responsible for the payment of damages in an amount equal to the amount of the lease payments that would have thereafter come due on the lease schedule had it not been terminated. The State had no available line of credit at the end of fiscal year 2023.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 11 - Debt (cont.)

Through a contract with IBM, the State has \$5.7 million of financed purchases from direct borrowings outstanding as of June 30, 2023, for governmental activities. These financed purchases are secured with capital assets in the amount of \$15.7 million. The State of Missouri can terminate the agreement with written notice prior to 90 days of each starting anniversary. Upon termination, the State will pay to IBM all amounts due and payable including cross-band allotment offerings, termination and/or financing prepayments and applicable taxes on or before the termination. The State of Missouri may elect to cancel the fixed term license program under the agreement by giving IBM 30 day's written notice and may receive a prorated credit for a prepaid term. The prorated credit may be used to purchase IBM programs prior to the end date or termination of the remaining agreement. The credits are not transferable, cannot be converted to cash, and upon expiration eligible credit will be forfeited. The State had no available line of credit at the end of fiscal year 2023.

The State has entered into an agreement for financed purchases from direct borrowings for Leasehold Revenue Bonds through a contract with Missouri Development Finance Board. The State's obligation under the purchase does not constitute a general obligation or other indebtedness of the State. Ownership transfers to the State at the end of the term. The State has a \$17.1 million obligation outstanding as of June 30, 2023. The payments under the agreement have been structured in the amounts sufficient to pay principal and interest on the Leasehold Revenue Bonds issued by the Board. In November 2005, the Board issued \$28,995,000 of the Leasehold Revenue Bonds Series 2005 for the purpose of purchasing buildings in Florissant, St. Louis, and Jennings. In May 2006, the Board issued \$9,865,000 of Leasehold Revenue Bonds Series for the purpose of purchasing one building in St. Louis. In June 2013, the Board issued \$21,820,000 of Leasehold Refunding Bond Series A 2013 and \$7,450,000 of Leasehold Revenue Refunding Bonds Series B 2013 for the purpose of refunding \$20,805,000 of Leasehold Revenue Bonds Series 2005 and \$7,100,000 of Leasehold Revenue Bonds Series 2006, respectively. The payments are subject to annual appropriation by the State legislature. The State had no available line of credit at the end of fiscal year 2023.

As of June 30, 2023, debt service requirements for principal and interest in future years for direct borrowings were as follows (in thousands of dollars):

Fiscal Year Ended June 30	Financed Purchases from Direct Borrowings					
	Governmental Funds		Internal Service Funds		College and Universities	
	Principal	Interest	Principal	Interest	Principal	Interest
2024	\$ 1,610	\$ 82	\$ 4,522	\$ 738	\$ 13,959	\$ 1,635
2025	1,170	54	3,744	612	14,183	1,634
2026	1,100	33	3,207	495	11,846	1,246
2027	359	14	3,026	380	9,215	982
2028	135	2	3,123	271	12,079	725
2029-2033	—	—	6,895	321	12,160	1,469
2034-2038	—	—	—	—	3,864	336
Total	\$ 4,374	\$ 185	\$ 24,517	\$ 2,817	\$ 77,306	\$ 8,027

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 12 - Defeased Debt

A. Current Year Debt Defeasance

On August 11, 2022, the State defeased the University of Missouri Lafferre Hall Project in the amount of \$6,925,000. This project is part of the Board of Public Buildings Series A 2015 New Money Bonds. The defeasance is an extinguishment of the debt as the Board was legally released from its obligation. Accordingly, the amount defeased is excluded from the Statement of Net Assets.

On August 11, 2022, the State defeased the State Facilities Project and the State Capitol Project in the amount of \$2,050,000. These projects are part of the Board of Public Buildings Series A 2018 Bonds. The defeasance is an extinguishment of the debt as the Board was legally released from its obligation. Accordingly, the amount defeased is excluded from the Statement of Net Assets.

On August 11, 2022, the State defeased the Fulton State Hospital Project in the amounts of \$34,565,000 and \$53,725,000. This project is part of the Missouri Development Finance Board Series 2014 and Series 2016. The defeasance is an extinguishment of the debt as the Board was legally released from its obligation. Accordingly, the amount defeased is excluded from the Statement of Net Assets.

During fiscal year 2023, Truman State University called and defeased the 2015 series of revenue bonds, in the amount of \$8,885,000. As a result, the liability for the bond has been removed from the financial statements and the University saved \$1,900,000 in interest expense.

B. Cumulative Debt Defeasances

Various bond issues have been defeased by the advance refunding of bonds. Irrevocable escrow accounts, containing proceeds of the refunding bond issues in the form of cash and U.S. government securities, are used to pay principal, interest, or redemption prices of the defeased bonds as and when due.

For financial reporting purposes, the following debt has been defeased via an advance refunding and, therefore, removed as a liability from the college and universities Statement of Net Position.

College and Universities - As of June 30, 2023, bonds outstanding of \$36,018,000 are defeased.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 13 - Payables and Receivables

A summary of accounts payable and accounts receivable at June 30, 2023, is shown below (in thousands of dollars):

	Governmental Activities	Business-Type Activities	Balance June 30, 2023
Accounts Payable:			
Taxpayers	\$ 369,524	\$ 269	\$ 369,793
Other Governments	163,683	18	163,701
Vendors	1,779,949	50,439	1,830,388
Employees	151,971	704	152,675
Other	126,810	303	127,113
Total Accounts Payable	<u>\$ 2,591,937</u>	<u>\$ 51,733</u>	<u>\$ 2,643,670</u>
Accounts Receivable with expected date of receipt within one year:			
Taxpayers	\$ 1,980,685	\$ 2,116	\$ 1,982,801
Other Governments	1,312,536	43	1,312,579
Vendors	320,426	—	320,426
Customers	224,268	187,085	411,353
Interest Receivable	97,055	766	97,821
Loans Receivable	1,511,332	43	1,511,375
Other	147,844	—	147,844
Lease Receivables with date of receipt within one year:			
Land	650	22	672
Building	284	—	284
	<u>5,595,080</u>	<u>190,075</u>	<u>5,785,155</u>
Accounts Receivable with expected date of receipt greater than one year:			
Taxpayers	2,105,405	—	2,105,405
Other Governments	203	—	203
Vendors	23,128	—	23,128
Customers	142,692	—	142,692
Other	426,913	—	426,913
Lease Receivables with date of receipt greater than one year:			
Land	531	585	1,116
Building	492	—	492
	<u>2,699,364</u>	<u>585</u>	<u>2,699,949</u>
Total Receivables	8,294,444	190,660	8,485,104
Amounts not expected to be collected	(726,206)	—	(726,206)
Receivables, net	<u>\$ 7,568,238</u>	<u>\$ 190,660</u>	<u>\$ 7,758,898</u>

Governmental activities lease receivables are held primarily by Missouri Road fund and business-type activities lease receivables are held by State Parks.

For the fiscal year ended June 30, 2023, the statement of activities includes lease revenues and interest of \$975,000 and \$64,000, respectively for governmental activities and \$20,000 and \$16,000 for business-type activities. There was no additional revenue for variable and other payments not included in the measurement of the lease receivable.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 14 - Deferred Inflows and Outflows

Deferred outflows of resources are defined as consumption of net assets by the government that is applicable to a future reporting period. Deferred inflows of resources are defined as acquisition of net assets by the government that is applicable to a future reporting period. Deferred outflows increase net position, similar to assets and deferred inflows decrease net position, similar to liabilities.

The components of deferred outflows of resources and deferred inflows of resources reported in the government-wide financial statements as of June 30, 2023, are as follows (in thousands):

	Primary Government			
	Governmental Activities	Business-Type Activities	Total	Component Units
Deferred Outflows of Resources				
Pension Differences Between Expected and Actual Experience	\$ 88,836	\$ 591	\$ 89,427	\$ 145,560
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	325,576	2,465	328,041	155,744
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	13,949	108	14,057	21,680
Pension Changes in Assumptions	259,783	1,100	260,883	145,738
Pension Contributions Subsequent to the Measurement Date	758,324	3,707	762,031	86,547
OPEB Differences Between Expected and Actual Experience	57,893	458	58,351	11,514
Net Differences Between Projected and Actual Earnings on OPEB Plan Investments	12,602	100	12,702	5
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	609	5	614	57
OPEB Changes in Assumptions	141,098	—	141,098	17,225
OPEB Contributions Subsequent to the Measurement Date	97,110	571	97,681	28
Asset Retirement Obligation Amortization	720	—	720	47,449
Deferred for Refunding Bonds	6,813	—	6,813	15,303
Cash Flow Hedge	—	—	—	3,691
Total Deferred Outflows of Resources	\$ 1,763,313	\$ 9,105	\$ 1,772,418	\$ 650,541
Deferred Inflows of Resources				
Pension Differences Between Expected and Actual Experience	\$ 30,005	\$ 12	\$ 30,017	\$ 4,723
Pension Changes in Assumptions	2,548	—	2,548	—
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	192,737	—	192,737	—
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	20,191	157	20,348	18,404
OPEB Differences Between Expected and Actual Experience	72,660	108	72,768	12,269
OPEB Changes in Assumptions	805,215	3,857	809,072	119,236
Net Differences Between Projected and Actual Earnings on OPEB Plan Investments	—	—	—	2,255
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	1,912	15	1,927	163
Leases	2,003	593	2,596	26,568
Deferred for Refunding Bonds	1,305	—	1,305	—
Charitable Annuities	—	—	—	14,808
Total Deferred Inflows of Resources	\$ 1,128,576	\$ 4,742	\$ 1,133,318	\$ 198,426

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 14 - Deferred Inflows and Outflows (cont.)

Deferred inflows and outflows of resources balances are as follows (in thousands):

Deferred inflows of resources on the governmental funds balance sheet as of June 30, 2023, include unavailable revenues and deferred inflows in relation to leases. Unavailable revenues are those for which asset recognition criteria has not been met for governmental funds, which uses the modified accrual basis of accounting (in thousands):

Governmental Funds	General Fund	Public Education	Conservation and Environmental Protection	Missouri Road Fund	Non-Major Governmental Funds	Total
Deferred Inflows of Resources						
Leases	\$ —	\$ —	\$ —	\$ 1,212	\$ —	\$ 1,212
Unavailable Revenue	2,393,662	138,544	13,400	9,478	303,603	2,858,687
Total Deferred Inflows of Resources	\$ 2,393,662	\$ 138,544	\$ 13,400	\$ 10,690	\$ 303,603	\$ 2,859,899

Proprietary	State Lottery	Non-Major Funds	Total Enterprise Funds	Governmental Activities – Internal Service Funds
Deferred Outflows of Resources				
Pension Differences Between Expected and Actual Experience	\$ 325	\$ 266	\$ 591	\$ 2,268
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	1,356	1,109	2,465	9,472
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	59	49	108	550
Pension Changes in Assumptions	605	495	1,100	4,222
Pension Contributions Subsequent to the Measurement Date	2,036	1,671	3,707	14,500
OPEB Differences Between Expected and Actual Experience	253	205	458	1,642
Net Differences Between Projected and Actual Earnings on OPEB Plan Investments	55	45	100	357
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	3	2	5	17
OPEB Contributions Subsequent to the Measurement Date	314	257	571	2,073
Total Deferred Outflows of Resources	\$ 5,006	\$ 4,099	\$ 9,105	\$ 35,101
Deferred Inflows of Resources				
Pension Differences Between Expected and Actual Experience	\$ 7	\$ 5	\$ 12	\$ 48
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	87	70	157	592
OPEB Differences Between Expected and Actual Experience	60	48	108	388
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions-OPEB	8	7	15	54
OPEB Changes in Assumptions	2,130	1,727	3,857	13,831
Leases	—	593	593	791
Total Deferred Inflows of Resources	\$ 2,292	\$ 2,450	\$ 4,742	\$ 15,704

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 14 - Deferred Inflows and Outflows (cont.)

<u>Fiduciary</u>	Pension (And Other Employee Benefit) Trust Funds	Private- Purpose Trust Funds
Deferred Outflows of Resources		
Pension Differences Between Expected and Actual Experience	\$ —	\$ 25
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	—	106
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	—	5
Pension Changes in Assumptions	—	47
Pension Contributions Subsequent to the Measurement Date	—	160
OPEB Differences Between Expected and Actual Experience	434	20
Net Differences Between Projected and Actual Earnings on OPEB Plan Investments	57	4
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	556	—
Changes in Assumptions- OPEB	200	—
OPEB Contributions Subsequent to the Measurement Date	340	25
Total Deferred Outflows of Resources	\$ 1,587	\$ 392
Deferred Inflows of Resources		
Pension Differences Between Expected and Actual Experience	\$ —	\$ 1
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	—	7
OPEB Differences Between Expected and Actual Experience	77	4
OPEB Changes in Assumptions	2,670	167
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	239	—
Total Deferred Inflows of Resources	\$ 2,986	\$ 179

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 14 - Deferred Inflows and Outflows (cont.)

<u>Component Units</u>	<u>College and Universities</u>	<u>Non-Major</u>
Deferred Outflows of Resources		
Pension Differences Between Expected and Actual Experience	\$ 145,510	\$ 50
Net Differences Between Projected and Actual Earnings on Pension Plan Investments	155,535	209
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	21,614	66
Pension Changes in Assumptions	145,645	93
Pension Contributions Subsequent to the Measurement Date	86,264	283
OPEB Differences Between Expected and Actual Experience	11,490	24
OPEB Net Differences Between Projected and Actual Earnings on Pension Plan Investments	—	5
OPEB Changes in Assumptions	17,225	—
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	—	57
OPEB Contributions Subsequent to the Measurement Date	—	28
Asset Retirement Obligation Amortization	47,449	—
Deferred for Refunding Bonds	15,303	—
Cash Flow Hedge	3,691	—
Total Deferred Outflows of Resources	\$ 649,726	\$ 815
Deferred Inflows of Resources		
Pension Differences Between Expected and Actual Experience	\$ 4,722	\$ 1
Changes in Proportion and Differences Between Pension Plan Contributions and Proportionate Share of Contributions	18,135	269
OPEB Differences Between Expected and Actual Experience	12,263	6
OPEB Net Differences Between Projected and Actual Earnings on Pension Plan Investments	2,255	—
OPEB Changes in Assumptions	119,032	204
Changes in Proportion and Differences Between OPEB Plan Contributions and Proportionate Share of Contributions	—	163
Leases	21,274	5,294
Charitable Annuities	14,808	—
Total Deferred Inflows of Resources	\$ 192,489	\$ 5,937

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
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Note 15 - Interfund Assets and Liabilities

A summary of interfund assets and liabilities at June 30, 2023, is shown below (in thousands of dollars):

	Due From Other Funds, Component Units, and Primary Government				
	Public Education	Non-Major Governmental Funds	Unemployment	Non-Major Enterprise Funds	Internal Service Funds
Due to Other Funds, Component Units, and Primary Government					
General Fund	\$ —	\$ —	\$ —	\$ 43	\$ 4,679
Conservation and Environmental Protection	—	—	—	16	216
Missouri Road Fund	—	—	—	—	268
Non-Major Governmental Funds	—	—	361	—	799
State Lottery	13,841	—	—	—	55
Unemployment Compensation	—	1,099	—	—	—
Non-Major Enterprise Funds	—	—	—	—	13
Internal Service Funds	—	—	—	—	288
Non-Major Component Units	—	—	—	—	1
Totals	\$ 13,841	\$ 1,099	\$ 361	\$ 59	\$ 6,319

Continues Below

	Pension (and OPEB) Trust Funds	Totals
Due to Other Funds, Component Units, and Primary Government		
General Fund	\$ —	\$ 4,722
Conservation and Environmental Protection	—	232
Missouri Road Fund	—	268
Non-Major Governmental Funds	—	1,160
State Lottery	—	13,896
Unemployment Compensation	—	1,099
Non-Major Enterprise Funds	—	13
Internal Service Funds	616	904
Non-Major Component Units	—	1
Totals	\$ 616	\$ 22,295

	Advance From Component Units
	Missouri Road Fund
Advance To Primary Government	
Non-Major Component Units	\$ 24,396

During the consolidation process for the Government-Wide Statement of Net Position, interfund payables and receivables were eliminated for governmental activities in the amount of \$6,250,000.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 16 - Interfund Transfers

All transfers must be legally authorized by the legislature through transfer appropriations. Interfund transfers for the fiscal year ended June 30, 2023, were as follows (in thousands of dollars):

Transfers In:					
	General Fund	Public Education	Conservation and Environmental Protection	Missouri Road Fund	Non-Major Governmental Funds
Transfers Out:					
General Fund	\$ —	\$ 1,009,733	\$ 1,474	\$ 45,249	\$ 277,548
Public Education	38,545	—	—	—	—
Conservation and Environmental Protection	984	—	—	—	—
Non-Major Governmental Funds	12,576	5,000	—	627,794	4,100
State Lottery	—	395,390	—	—	—
Unemployment Compensation	405	—	—	—	3,144
Non-Major Enterprise Funds	30	—	—	—	—
Internal Service Funds	8,397	—	—	—	19
Totals	\$ 60,937	\$ 1,410,123	\$ 1,474	\$ 673,043	\$ 284,811

	State Lottery	Unemployment Compensation	Non-Major Enterprise Funds	Internal Service Funds	Totals
Transfers Out:					
General Fund	\$ —	\$ 8,970	\$ 1,314	\$ 2,600	\$ 1,346,888
Public Education	—	—	—	—	38,545
Conservation and Environmental Protection	—	—	—	—	984
Non-Major Governmental Funds	—	—	—	53	649,523
State Lottery	—	—	—	—	395,390
Unemployment Compensation	—	—	—	—	3,549
Non-Major Enterprise Funds	—	—	—	—	30
Internal Service Funds	13	—	—	20	8,449
Totals	\$ 13	\$ 8,970	\$ 1,314	\$ 2,673	\$ 2,443,358

Principal reasons for interfund transfers include:

- moving general revenue funds to support elementary and secondary education
- moving state lottery funds to support elementary and secondary education
- moving general revenue funds to support social assistance programs reported in non-major governmental funds
- moving funds related to the construction of capital assets

During fiscal year 2023, there were transfers of \$1,000 from internal service funds to the general fund and special revenue funds due to funding source changes relating to leased assets. These are lease liability and capital assets in the internal service funds and excluded from the governmental funds; therefore these transfers are not included in the reconciliation. This is because governmental funds use the modified accrual basis of accounting and therefore do not report lease liability or capital assets on their financial statements. These transfers were eliminated at government wide.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 17 - Restatements

During fiscal year 2023, additional information became available which required fund equity amounts. The following table presents a summary of these restatements by fund (in thousands of dollars):

	June 30, 2022 Fund Balance/Net Position Previously Reported	Prior Period Adjustments	June 30, 2022 Fund Balance/Net Position Restated
GOVERNMENTAL FUNDS			
Major Governmental Funds			
General Fund	\$ 8,684,226	\$ 15,220	\$ 8,699,446
Conservation and Environmental Protection	2,334,443	(65)	2,334,378
Missouri Road Fund	1,129,881	1,412	1,131,293
Non-Major Governmental Funds			
Special Revenue	1,096,716	(3,848)	1,092,868
Total Governmental Funds	\$ 13,245,266	\$ 12,719	\$ 13,257,985
PROPRIETARY FUNDS			
Major Proprietary Funds			
State Lottery	\$ (17,685)	\$ 149	\$ (17,536)
Unemployment Compensation	835,622	3,182	838,804
Non-Major Proprietary Funds			
Enterprise	85,871	(24)	85,847
Internal Service	464,662	(602)	464,060
Total Proprietary Funds	\$ 1,368,470	\$ 2,705	\$ 1,371,175
FIDUCIARY FUNDS			
Custodial Funds	\$ 1,597,124	\$ 10,371	\$ 1,607,495
Total Fiduciary Funds	\$ 1,597,124	\$ 10,371	\$ 1,607,495
DISCRETELY PRESENTED COMPONENT UNITS			
College and Universities	\$ 7,438,370	\$ (6,341)	\$ 7,432,029
Total Component Units	\$ 7,438,370	\$ (6,341)	\$ 7,432,029

Breakdown of restatements by type:

- General Fund, the restatement is due to a decrease of cash and cash equivalents of \$578,000, an increase of accounts receivable of \$129,239,000, an increase in deferred inflows of resources due to unavailable revenues by \$129,240,000 and a decrease of \$15,854,000 in escheat/unclaimed property. In addition, the reclassification of the Investor Restitution Fund from a general fund to a custodial fund decreased cash and cash equivalents by \$20,000, decreased investments by \$35,000, decreased accounts receivable by \$23,530,000, and decreased deferred inflows of resources due to unavailable revenues by \$23,530,000.
- Public Education, had a net restatement of \$0 due to an increase of accounts receivable of \$104,999,000 and an increase in deferred inflows of resources due to unavailable revenues by \$104,999,000.
- Conservation and Environmental Protection, the restatement is due to a decrease in accounts receivable of \$65,000.
- Missouri Road Fund, the restatement is due to an increase of prepaid items of \$1,412,000.
- Non-major special revenue funds, the restatement is due to an increase in accounts receivable by \$336,567,000, a decrease in due from other funds by \$777,000, an increase in due to other funds of \$2,405,000 and an increase in deferred inflows of resources due to unavailable revenues by \$337,233,000.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 17 - Restatements (cont.)

- Lottery, the restatement is due to an increase in capital assets (net of accumulated depreciation/amortization) of \$882,000 and an increase in lease liability of \$733,000 due to the implementation of GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*.
- Unemployment Compensation, the restatement is due to a increase in due from other funds of \$2,405,000 and an decrease in due to other funds of \$777,000.
- Non-major enterprise funds, the restatement is due to a decrease in accounts receivable of \$37,000, an increase in capital assets (net of accumulated depreciation/amortization) of \$17,000, and an increase in lease liability of \$4,000.
- Non-major internal service funds, the restatement is due to an increase in accounts receivable of \$21,000, a decrease of capital assets (net of accumulated depreciation/amortization) of \$505,000 and an increase in deferred inflows for lease receivables of \$118,000.
- Custodial Funds, the restatement is due to a decrease of cash and cash equivalents of \$28,992,000, a decrease of investment of \$11,343,000, an increase of accounts receivable of \$27,099,000 and a decrease of accounts payable of \$27,000. In addition, the reclassification of the Investor Restitution Fund from a general fund to a custodial fund increased cash by \$20,000, increased investments by \$35,000, and increased accounts receivable by \$23,525,000.
- Discretely presented component units - colleges and universities, the restatement is due to a decrease in net receivable of \$4,707,000, a decrease in capital assets (net of accumulated depreciation/amortization) of \$3,084,000, an increase in inventory of \$2,709,000, a decrease in deferred outflows of \$14,000, a decrease in deferred inflows of \$8,000, a decrease in other post employment benefit obligations of \$239,000 and an increase in net position by \$390,000 due to the implementation of GASB Statement No. 96, *Subscription-Based information Technology Arrangements*. In addition, Harris-Stowe college had an increase in net position of \$747,000 due to only receiving a draft ACFR for period ending June 30, 2022. Harris-Stowe no longer includes Harris-Stowe Foundation Inc. as a discretely presented component unit in their financial statement causing a decrease in net position of \$2,629,000.

Purpose for restatements:

The items on the schedule were restated as a result of additional information received this year related to prior year corrections.

On the Government-Wide Statement of Activities, net position for the governmental activities were restated by the amounts shown on the restatement schedule for governmental funds and internal service funds. In addition, internal balance increased by \$3,000, capital assets (net of accumulated depreciation/amortization) increased by \$3,354,000, deferred outflows relating to asset retirement obligation increased by \$1,000, lease liability increased by \$2,955,000, asset retirement obligation increased by \$3,000, and net position increased \$547,942,000 due to recognition of revenue previously classified as a deferred inflow of resources in the general fund and special revenue funds causing it to no longer be a reconciling item to the Statement of Net Position. The net amount of \$547,942,000 Net Position increase is comprised of a decrease of \$23,530,000 for the reclassification of a fund (see Note 2) and an increase of \$571,472,000 due to the recognition of receivables previously not reported. Upon further review of the implementation of GASB 34, we determined a misstatement of capital assets (net of accumulated depreciation/amortization) for an increase of \$104,136,000.

On the Government-Wide Statement of Activities, net position for the business-type activities were restated by the amounts shown on the restatement schedule for enterprise funds and by a decrease in internal balance of \$3,000.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 18 - Fund Deficit

The following funds had a deficit balance:

Enterprise Funds – State Lottery and State Agency for Surplus Property, Internal Service Funds – Natural Resources Cost Allocation, Working Capital Revolving, Economic Development Administrative, and Professional Registration Fees, and Component Unit Funds – Missouri Wine and Grape – At June 30, 2023, these funds had a net position deficit of \$17,466,000, \$685,000, \$25,073,000, \$4,634,000, \$3,795,000, \$12,585,000, and \$990,000 respectively. These funds have deficit balances due to the fiscal year 2015 implementation of GASB 68 and the reporting of net pension liabilities and the fiscal year 2018 implementation of GASB 75 and the reporting of OPEB liabilities. It is expected that these liabilities will be funded over time.

Enterprise Fund – Petroleum Storage Tank Insurance – At June 30, 2023, this fund had a net position deficit of \$47,318,000. The deficit occurred when transport load fees collected were not sufficient to cover the estimated claims liability for clean up of petroleum storage tank leaks. This liability amount is the cumulative result of numerous years of petroleum storage tank leaks. Per Section 319.129, RSMo, this fund will not accept new claim liabilities after December 31, 2030, or upon revocation of federal regulation 40 CFR, whichever occurs first, unless extended by action of the General Assembly. Under Section 319.132, RSMo, the Board of Trustees has authority to increase the transport load fee to a maximum of \$60 per 8,000 gallons. In addition, under Section 319.133, RSMo, the Board can increase annual participation fees to a maximum of \$500 per tank per year. These facts, along with the knowledge that PSTIF's claim reserves are set using very conservative assumptions, assure that adequate revenues will be available to meet its liabilities. Per Section 319.131, RSMo, the liability of the Petroleum Storage Tank Insurance Fund is not the liability of the State. Upon dissolution of this fund, the liability would be liquidated.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 19 - Tax Abatements

The State has entered into various agreements to provide tax abatement's through certain programs that provide economic benefit to the State.

Tax Abatement Program	Amount of Taxes Abated during Fiscal Year 2023 (in thousands)
Housing	
Missouri Low Income Housing Tax Credit	\$ 134,029
Neighborhood Preservation Tax Credit	4,668
Business Recruitment	
Missouri Quality Jobs	5,439
Missouri Works - Business Incentives	100,419
Missouri One Start Community College New Jobs Training	600
Missouri One Start Community College Job Retention Training	11,418
Missouri Manufacturing Jobs Act	10,000
Business Use Incentives for Large-Scale Development	8,900
Enhanced Enterprise Zone	756
Business Facility Tax Credit	14,191
Amateur Sports Ticket Sales Tax Credit	1,012
Rebuilding Communities Tax Credit	— **
Development Tax Credit	— **
Data Center Sales Tax Exemption	— *
Redevelopment	
Historic Preservation Tax Credit	97,637
Brownfield Remediation	7,411
TOTAL	\$ 396,480
Chapter 100 Personal Property Tax Exemption - maximum amount of state sales tax exemption over the terms of the leases for fiscal year 2023 projects	\$ 6,632

* Confidential

** No abatement reported for fiscal year 2023

Housing

The Missouri Low Income Housing Tax Credit (MOLIHTC) is authorized by Sections 135.350-135.363, RSMo, and is a ten year tax credit which is available to qualified owners of affordable rental housing. To qualify upon application, a development must 1) rent at least 20% of its units to families earning 50% of the area median family income, 2) rent at least 40% of its units to families earning 60% of the area median family income, each adjusted for family size or 3) rents at least 40% of its units to families whose income does not exceed the income limitation designated for the respective unit, where the average of the income-designated units may not exceed 60% AMGI. The MOLIHTC generates equity investments that are purchased by the private sector for the development of new or rehabilitated rental housing which enables owners to lower rents to affordable levels for low-income families. The investor of the MOLIHTC can redeem the credit by applying it dollar for dollar to the following types of tax liabilities: income tax, corporate franchise tax, insurance premium tax, other financial institutions tax, or express company tax. MOLIHTC properties must comply with tenant eligibility, property maintenance, and fair housing law throughout a 15-year period. The Missouri Housing Development Commission monitors the properties for compliance and reports non-compliance to the Internal Revenue Service and Missouri Department of Revenue. Property owners found to be out of compliance are subject to recapture through the provisions of Section 135.355, RSMo and IRS §42. Redemptions were made on MOLIHTC's authorized/issued in prior years. The MOLIHTC reduced state taxes by \$134,029,000 during fiscal year 2023.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 19 - Tax Abatements (cont.)

The Neighborhood Preservation Tax Credit is authorized by Sections 135.475-135.487, RSMo, and provides incentives for homeowners in lower income areas who rehabilitate or construct owner-occupied homes in qualifying or eligible areas of the State. Upon application, the eligible property must be in a qualifying area with a median household income of less than 70% of the median household income for the metropolitan statistical area (MSA) or non-MSA; or be located in an eligible area with a median household income of 70-89% of the median household income for the applicable MSA or non-MSA. Recipients are eligible to receive a credit for 15% of eligible costs up to \$25,000 per residence for new residences in eligible areas; 15% of eligible costs up to \$40,000 per residence for new residences in qualifying areas; 25% of eligible costs with a minimum of \$10,000 and not to exceed \$25,000 per residence for substantial rehabilitation in eligible areas; 35% of eligible costs with a minimum of \$5,000 or 50% of purchase price and not to exceed \$70,000 per residence for substantial rehabilitation in qualifying areas; and 25% of eligible costs with a minimum of \$5,000 and not to exceed \$25,000 per residence for non-substantial rehabilitation in qualifying areas. The abatement's can be applied against income tax, corporate franchise tax, bank tax, insurance premium tax, or other financial institutions tax. A taxpayer, other than the owner-occupant who receives a certificate of tax credit, shall have 30 days within the date of the sale to furnish satisfactory proof that the residence was sold at market to the Director of the Department of Economic Development (DED). If the Director determines that the residence was not in good faith intended for long-term owner occupancy, then the Director may revoke any tax credits issued and seek recovery of those credits pursuant to Section 620.017, RSMo. There are no other commitments made as part of the agreement. The Neighborhood Preservation Tax Credit reduced state taxes by \$4,668,000 during fiscal year 2023.

Business Recruitment

Missouri Quality Jobs is authorized by Sections 620.1875-620.1890, RSMo and provides tax incentives to qualified companies for facilitating the creation of new jobs or the retention of existing jobs in the State. This program has been replaced by Missouri Works, except for current projects. To qualify, the company must create a minimum number of jobs within the project facility within 2 to 3 years after the approval of the Notice of Intent and must maintain those jobs for the duration of the benefit. The average wage of the new jobs must equal or exceed the average county wage and the company must offer health insurance and pay at least 50% of the premium. The company must also submit an annual report. Companies may retain 100% of withholding tax that would otherwise be paid into the State or receive tax credits based on the percentage of new payroll or a combination of both for the new or retained jobs approved. The credits can be applied against income tax, bank tax, insurance premium tax, or other financial institutions tax. There are no provisions for recapture and no other commitments are made as part of the agreement. Missouri Quality Jobs reduced state taxes by \$5,439,000 during fiscal year 2023.

The Missouri Works - Business Incentives is authorized by Sections 620.2000-620.2020, RSMo and provides tax incentives for qualified companies to create or retain jobs in the State. There are several sub-programs under this program with different qualifications for each. To qualify for the credits, a company must create or retain a minimum number of new jobs at the project facility with average wages of 80%, 90%, 100%, 120%, or 140% of the county average wage, depending upon the sub-program. The company must offer health insurance and pay at least 50% of the premium. The company must meet the requirement for new private capital investments, ranging from \$0 to \$500 million. The company must meet the required number of jobs at the applicable % of the county average wage within 2 years of the Approval of the Notice of Intent and must maintain those minimums for the duration of the benefit. The company must also submit an annual report documenting the jobs created, total payroll, and health insurance requirements. Companies may retain 100% of withholding tax that would otherwise be paid into the State or receive tax credits based on the percentage of new payroll or a combination of both for the new or retained jobs approved. The credits can be applied against income tax, bank tax, insurance premium tax, or other financial institutions tax. Taxes may be recaptured due to misrepresentation, out-of-state relocation, or failure to file an annual report. The agreement requires 100% of the benefits received to be repaid within 60 days for misrepresentation or out-of state location or one year for failure to file an annual report. There are no other commitments made as part of the agreement. Missouri Works - Business Incentives reduced state taxes by \$100,419,000 during fiscal year 2023.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 19 - Tax Abatements (cont.)

Missouri One Start Community College New Jobs Training and Job Retention Training are authorized by Sections 620.800-620.809, RSMo. New Jobs Training provides assistance to eligible companies to train workers in newly created jobs. This program has an annual appropriation. For funding consideration, the company must create new jobs in the state; the project must include eligible training costs, as well as other eligibility criteria such as types of occupations, wage rates, and turnover rates. Job Retention Training provides training assistance to eligible companies for job retention efforts. To qualify, a project must be for an existing Missouri company making a capital investment of at least 5 times the total project costs, retaining at least 100 eligible jobs at the facility for at least one year, be located in a border community, or be determined to represent substantial risk of relocation. Eligible companies for both programs include manufacturing, research and development, or those engaged in interstate commerce. The company must retain the eligible jobs in the project for at least 5 years and use the funding only toward eligible project costs. These programs are administered locally through community colleges. While the recipient's taxes are not actually reduced, a portion of normal withholding payments (paid to the Department of Revenue) are deferred to pay for eligible project costs. The amount that can be deferred is 2.5% of the payroll for the first 100 jobs in the project and 1.5% of the payroll for the remaining jobs in the project. The company may file withholding claims for the project until the budgeted project funds are disbursed; typically for a period of 3-5 years, with maximum limit of 8 years. There are no other commitments under these programs. Recapture provisions apply in accordance with Section 620.017, RSMo in which the recipient shall repay training funds under these programs if the jobs included in the project are moved out of Missouri or are eliminated within five years of the date the project is approved by DED. The Director of the Division of Workforce Development within DED shall have the authority and discretion to exempt the recipient in whole or in part of such repayment. Missouri One Start Community College New Jobs Training and Job Retention Training reduced state taxes by \$600,000 and \$11,418,000, respectively, during fiscal year 2023.

The Missouri Manufacturing Jobs Act is authorized by Section 620.1910, RSMo and provides incentives in the form of retaining withholding taxes to expand manufacturing facilities for an existing product or the creation of a new product. This program sunset in 2016 and no new applications are being accepted. To qualify, manufacturing companies must have a North American Industry Classification System (NAICS) of 33611, which is an establishment primarily engaged in (1) manufacturing complete automobile and light duty motor vehicles or (2) manufacturing automobile and light duty motor vehicle chassis. The company must manufacture goods at a facility in the state throughout the period benefits are received, and make a capital investment at a facility of at least \$75,000 per retained job for the manufacture of a new product within 2 years of beginning to retain withholding taxes or commit to make a capital investment of at least \$50,000 per retained job at the facility for the modification or expansion of the manufacture of an existing product within 2 years of beginning to retain withholding taxes. Qualified suppliers of an eligible manufacturer must attest to DED that they derive more than 10% of its total annual sales revenue from sales to a qualified manufacturing company, add 5 or more new jobs for a period of 3 years, pay wages for the new jobs equal to or exceeding the county average wage using the NAICS industry classification, but are not less than 60% of the statewide average wage, and the company must offer health insurance and pay at least 50% of the premium. If qualified, the company is allowed to retain 100% of the withholding tax that would otherwise have been paid in to the state for those jobs for 10 years for qualified manufacturers or 3 to 5 years for qualified suppliers. There are no provisions for recapture and no other commitments are made as part of the agreement. The Missouri Manufacturing Jobs Act reduced state taxes by \$10,000,000 during fiscal year 2023.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 19 - Tax Abatements (cont.)

Business Use Incentives for Large-Scale Development (BUILD) is authorized by Sections 100.700-100.850, RSMo. The incentives offered by the BUILD Missouri Program are designed to offset infrastructure and other capital costs of certain large projects by making the cost of investing in Missouri more competitive. The costs are financed through the issuance of Board of Certificates (bonds or notes), where the principal and interest will be repaid by the business. Businesses are then reimbursed for these repayments through the issuance by the Board of Missouri state income tax credits. The businesses may use these credits against taxes, which would otherwise be due, or to obtain a refund if the business has insufficient Missouri income tax liability to offset the credit. A business can apply these credits against income tax, bank tax, insurance premium tax, or other financial institutions tax. To qualify, an eligible industry in manufacturing, processing, assembly, research and development, agricultural processing or services in interstate commerce must invest a minimum of \$15 million; or \$10 million for an office industry in an economic development project; and create a minimum of 100 new jobs at the project facility within 3 years, or a minimum of 500 jobs if the project is an office industry, or a minimum of 200 new jobs if the project is an office industry located within a distressed community as defined in Section 135.530, RSMo. The tax credits become subject to recapture if the company does not expend the minimum investment on or before the first test date established in the program agreement, or create and maintain the minimum number of new jobs on or before the first test date. The first test date is the last day of the closest calendar quarter ending 3 years following bond closing. The tax credits are also subject to recapture if the company eliminates or announces its intention to eliminate all the new jobs at the project within 2 years of the first test date. If subject to recapture, the company shall, within 30 days following written demand from the Board, reimburse the Board in full for the face amount of the tax credits received from the date of execution of the program agreement to the date of such demand. There are no other commitments made as part of the agreement. The BUILD program reduced state taxes by \$8,900,000 during fiscal year 2023.

The Enhanced Enterprise Zone is authorized by Sections 135.950-135.973, RSMo and provides tax credits to new or expanding businesses in enhanced enterprise zones. To qualify, a company must create or maintain at least 2 new jobs and make at least \$100,000 in eligible investments. In addition, a Notice of Intent must be approved by DED, and the business must submit an annual report. Eligibility for the credit is determined by the zone based on creation of sustainable jobs in a targeted industry or demonstrated impact on local industry cluster development. Taxes are reduced by claiming a tax credit against the Missouri income tax liability owed to the state. The tax credits are calculated at 2% of new payroll and 0.5% of new investment. There are no provisions for recapture and no other commitments are made as part of the agreement. The Enhanced Enterprise Zone reduced state taxes by \$756,000 during fiscal year 2023.

The Business Facility Tax Credit is authorized by Sections 135.100-135.150 and Section 135.258, RSMo and provides to facilitate the expansion of new or existing facilities in Missouri. To qualify, a Notice of Intent must be approved by DED; the facility must create at least 2 new jobs and make \$100,000 in eligible investments or pursuant to House Bill 191 (2009), for "headquarters" that commence operations and "headquarters" of certain "employee-owned" businesses that commence or expand operations must create 25 new jobs and make \$1,000,000 in new investment. The company must submit an annual report to DED. Taxes are reduced by claiming a tax credit against the Missouri tax liability owed to the state. The tax credits are calculated as \$75 to \$150 per new job and \$75 to \$150 for each \$100,000 in new investment for up to 10 years. The tax credits for headquarters are calculated as the greater of \$400 per new job plus 4% of new investment or \$500 per new job plus \$500 per each \$100,000 in new investment for up to 10 years. The credit may be applied against income tax, insurance premium tax, or insurance company retaliatory tax. This program has sunset as of January 1, 2005, except headquarters that commence or expand operations on or before January 1, 2031 may be eligible for the program. There are no provisions for recapture and no other commitments are made as part of the agreement. The Business Facility Tax Credit reduced state taxes by \$14,191,000 during fiscal year 2023.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
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Note 19 - Tax Abatements (cont.)

The Amateur Sports Ticket Sales Tax Credit is authorized by Section 67.3000, RSMo and provides an incentive to encourage the location of competitively bid amateur sporting events in Missouri. Upon application, applicants must submit predictions on the anticipated economic benefit to the state. Applicants will be evaluated based upon anticipated and verified economic performance. The program is available to one or more certified sponsors active in the National Association of Sports Commissions, endorsing counties, endorsing municipalities, or a local organizing committee, acting individually or collectively. The program provides tax credits equal to the lesser of: \$5 per admission ticket sold to the event; or 100% of eligible costs incurred by the applicant. The recipient is able to reduce their outstanding tax liability in an amount equal to the value of the tax credit and may be taken against income tax, bank tax, insurance premium tax, and other financial institutions tax. There are no provisions for recapture and no other commitments are made as part of the agreement. The Amateur Sports Ticket Sales Tax Credit reduced state taxes by \$1,012,000 during fiscal year 2023.

The Rebuilding Communities Tax Credit is authorized by Section 135.535, RSMo and provides a tax credit for eligible businesses locating, relocating, or expanding within a distressed community. This program has been replaced by Missouri Works, except for current projects. To qualify, a business must have fewer than 100 full-time employees, 75% of which must be located in the distressed community; be primarily engaged in manufacturing, biomedical, medical devices, scientific research, animal research, computer software design, computer software development or computer programming, which includes Internet, web hosting, and other information technology, wireless, wired or other telecommunications, or a professional firm. A business must make eligible purchases and be located in a distressed community. The business must submit an annual tax credit application documenting eligible expenditures on the project to DED. Once approved, the tax credit is calculated at 40% or 25% of the qualifying expenditures and may be applied against income tax, corporate franchise tax, bank tax, insurance premium tax, or other financial institutions tax. There are no provisions for recapture and no other commitments are made as part of the agreement. The Rebuilding Communities Tax Credit did not reduce state taxes during fiscal year 2023.

The Development Tax Credit is authorized by Sections 32.100-32.125, RSMo and provides incentives to facilitate a business project in order to create new jobs. This program has been replaced by Missouri Works, except for current projects. Tax credits are issued to approved taxpayers that make an eligible donation to a non-profit corporation. The non-profit leases assets to an approved company. The company must create a specified number of jobs within 2 years and be in a distressed or blighted area. In many instances, the taxpayer that makes the donation is also the company that is creating the economic impact. The donor that makes the contribution must submit a tax credit application to DED. Once approved, taxes are reduced by claiming a tax credit against Missouri tax liability owed to the state. The tax credit is calculated at 50% of the eligible donation and may be applied against income tax, corporate franchise tax, bank tax, insurance premium tax, other financial institutions tax, or express company tax. No other commitments are made as part of the agreement. DED may recapture tax credits up to the amount issued if the non-profit fails to complete the project or comply with the agreement. The non-profits only and not the donors are subject to the recapture. The Development Tax Credit did not reduce state taxes during fiscal year 2023.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 19 - Tax Abatements (cont.)

Chapter 100 Personal Property Tax Exemption is authorized by Section 144.054 (2), RSMo and provides a state and local sales tax exemption on tangible personal property leased by a company from the City or County. To qualify, cities and counties may apply to DED on behalf of eligible companies for which Chapter 100 bond proceeds are used to purchase tangible personal property, which is leased back to the company. DED may apply discretionary benefit exemption if the benefit contained in a formal DED proposal is accepted by the company. Since DED cannot enact the sales tax exemption on the lease without the underlying Municipality Chapter 100 in place, any inclusion in a formal DED proposal will be coordinated with the Municipality and their economic developer. The proposal must have been accepted by the company prior to any project announcements, no approval or issuance of the bonds may have taken place, and the tangible personal property may not have been purchased prior to the acceptance of the proposal. The project must also be competitive, have comprehensive local incentive participation, have above average wages with benefits, be located in an economically distressed or blighted area, have a positive state fiscal impact, and have an indication that the municipality has offered the local Chapter 100 exemptions. The company receives the exemption on sales tax as the facility, construction materials, and certain tangible personal property may be purchased as exempt by the City or County and then leased back to the company. The company will be responsible for the payment of sales tax on purchases exceeding the maximum accepted in the proposal, ineligible purchases, or the revenue stream generated by lease of ineligible personal property. There are no provisions for recapture and no other commitments are made as part of the agreement. The sales tax is applicable to the lease payments made over a period not to exceed 20 years by statute and restricted further by local ordinance. The sales tax exemptions are only applicable if tangible personal property purchases are made within established project time periods, as listed on the certificate. For fiscal year 2023, certificates were provided for the exemption of state sales tax related to lease payments of tangible personal property under a Chapter 100 structure for one project. The fiscal year 2023 project certificates total a cumulative amount of state sales tax not to exceed \$6,632,000 over the term of the lease.

Data Center Sales Tax exemption is authorized by Section 144.810, RSMo and incentivizes the location and expansion of data centers in the state by providing an exemption of the sales and use taxes associated with a variety of activities necessary to build a new facility or expand an existing facility. To qualify, companies must create 5 new jobs and \$5 million in investment for expanding facilities or create 10 new jobs and \$25 million in investment for new facilities within certain time frames. A company is refunded their sales and use taxes for new purchases related to the data center project for the period prior to meeting the threshold for participation and then are exempt for a period of no more than 10 years for expanding facilities or 15 years for a new facility. Taxes may be subject to recapture if the full investment projected is not met or if the jobs created are not maintained, causing the cost/benefit to the State to be negative, or if the company does not meet the minimum thresholds. Taxes will be recaptured up to the amount that creates a positive cost/benefit to the state, or if the company does not meet the minimum thresholds, the full exemptions to date must be repaid. No other commitments are made as part of the agreement. The amount that state taxes were reduced is confidential under Section 32.057, RSMo.

Redevelopment

The Historic Preservation Tax Credit is authorized by Sections 253.545-253.561, RSMo and provides an incentive for the redevelopment of commercial and residential historic structures in the state. Upon application, the eligible property must be listed on the National Register of Historic Places, be certified by the Department of Natural Resources (DNR) as contributing to the historical significance of a certified historic district listed on the National Register, or located within a local historic district that has been certified by the U.S. Department of Interior. The costs and expenses associated with the rehabilitation must exceed 50% of the total basis of the property. All approved applicants must commence rehabilitation within 2 years of the date of issuance of the letter of approval from DED. The program provides state tax credits equal to 25% of eligible costs and expenses of the rehabilitation of approved historic structures, which the recipient is able to use to reduce their outstanding tax liability in an amount equal to the value of their tax credit. The credit may be applied against income tax, bank tax, insurance premium tax, or other financial institutions tax. There are no provisions for recapture and no other commitments are made as part of the agreement. The Historic Preservation Tax Credit reduced state taxes by \$97,637,000 during fiscal year 2023.

STATE OF MISSOURI
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Note 19 - Tax Abatements (cont.)

Brownfield Remediation is authorized by Sections 447.700-447.718, RSMo and provides incentives to businesses or developers to redevelop property contaminated with hazardous waste. To qualify, the property must be abandoned or underutilized for at least 3 years, and contaminated with hazardous substance, the applicant cannot be a responsible party, the project must be accepted into DNR Voluntary Cleanup Program, the project must be endorsed by city or county government, must create at least 10 new jobs or retain 25 jobs, the project must create a positive net state economic benefit, and must demonstrate need for the credits. The recipient is able to reduce their outstanding tax liability in an amount equal to the value of the tax credit. The tax credits may be issued for up to 100% of eligible costs and expenses for remediating the project property. The tax credit may also include up to 100% of the costs of demolition that are not directly part of the remediation activities. The amount of the credit available for demolition not associated with remediation cannot exceed the total amount of credits approved for remediation including demolition required for remediation. DED will issue 75% of the credits upon adequate proof of payment of the costs; the remaining 25% will not be issued until a clean letter has been issued by DNR. The tax credits may be applied against income tax, corporate franchise tax, bank tax, insurance premium tax, or other financial institutions tax. The tax credits may be subject to recapture in the event the owner sells the abandoned or underutilized property within a 5 year period after the receipt of remediation tax credits, grants, loans or loan guarantee. Subject to Sections 447.700-447.718, RSMo, the owner shall repay a portion of the tax credits and grant funds provided based on the percentage of the owner's investment for the project to DED's total financial assistance, upon achieving an annual internal rate of return of 25%. The internal rate of return calculation shall be documented by the owner's capital gains tax calculation. Owner investment is equity and debt for the eligible project. At the end of the project, a purchaser who has performed voluntary remediation action certifies to DNR that the goals of the purchaser's voluntary remediation plan have been attained. DNR verifies the remediation plan goals are achieved and issues a certificate that states that the site has been cleaned up to DNR standards pertaining to the property itself and therefore protects both current and future owners of the property. Brownfield Remediation reduced state taxes by \$7,411,000 during fiscal year 2023.

Note 20 - Commitments

Contracts

The Department of Conservation had contracts outstanding of \$4,302,000 for land acquisition and construction at June 30, 2023. These contracts are funded through special revenue funds from specific sales tax, fees, and permits.

The Department of Natural Resources had contracts outstanding of \$206,000 for construction at June 30, 2023. These contracts are funded through state Parks earnings and Bond funds.

The Department of Transportation had long-term contracts of \$2,078,863,000 outstanding at June 30, 2023. These contracts are paid from capital projects funds with approximately 61.8% federal reimbursement expected.

The Office of Administration, Division of Facilities Management, Design and Construction, had construction contracts outstanding of \$35,334,000 at June 30, 2023. Approximately 77.3% will be paid from the General Fund, 19.2% from special revenue funds, 2.0% will be paid from the capital projects funds, and 1.5% will be paid from enterprise funds.

On March 10, 1988, the State of Missouri entered into a contract with the United States Army Corps of Engineers confirming an assurance agreement of April 8, 1965. The State obtained rights to a portion of the water supply storage from the Clarence Cannon Dam and Mark Twain Lake Project. The State agreed to pay up to \$11.2 million plus interest for the investment costs allocated to the water supply storage, the amount of such payments to be determined by the portion of the water storage space put in use by the State for that purpose. The contract provided a ten year interest free period running from 1984 to 1994. In fiscal year 1995, the State began making interest payments. The interest payment amount for fiscal year 2023 was \$364,000. Payment of principal and interest must be completed by March 2038.

STATE OF MISSOURI
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Note 20 - Commitments (cont.)

As of June 30, 2023, the University of Missouri had outstanding commitments for the usage and ongoing support of the University Health System's information technology environment totaling \$106,869,000. The payments are as follows:

2024	\$	14,187,000
2025		14,660,000
2026		14,962,000
2027		15,274,000
2028		15,595,000
2029-2030		32,191,000

Truman State University had approximately \$1,809,000 in outstanding commitments for various construction contracts at June 30, 2023.

Missouri State University had approximately \$100,300,000 in outstanding commitments for various construction contracts at June 30, 2023.

University of Central Missouri had approximately \$6,511,000 in outstanding commitments related to construction contracts at June 30, 2023.

Northwest Missouri State University had approximately \$2,243,000 in outstanding commitments related to construction contracts at June 30, 2023.

Note 21 - Risk Management, Claims, and Judgements

The State is exposed to various risks of loss related to tort, general, motor vehicle, and contractor liability and injuries to employees. The State assumes its own liability for risks except for the purchase of surety bond, aircraft, and boiler coverage. The State's Office of Administration (OA), Risk Management Unit, self-insures its workers' compensation program for all state employees, with the exception of the Missouri Department of Transportation (MoDOT) and the State Highway Patrol. Liability insurance is also provided by OA-Risk Management, pursuant to state statute, through the State's Legal Expense Fund, which is a component of the General Fund in this report. This insurance covers all state employees.

The Workers' Compensation and Legal Expense Fund claims liability is based upon actual claims that have been submitted to OA-Risk Management. Incurred but not reported (IBNR) liability is not included since workers' compensation and liability insurance claims are reported timely, and therefore any potential IBNR liability amount would be considered immaterial. The State has not had any insurance settlements exceed the coverage. OA-Risk Management also procures property insurance for approximately 3% of all state buildings, with the remainder uninsured. The buildings are insured through purchased property insurance and through the Property Preservation Fund. Buildings insured through the Property Preservation Fund are backed with bonded debt through the Board of Public Buildings.

The Transportation Self-Insurance Plan covers workers' compensation for employees of MoDOT and the State Highway Patrol and covers vehicle liability and general liability insurance for the employees of MoDOT. The Transportation Self-Insurance Plan is presented as an internal service fund. Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Estimated pending self insurance claims represent the expected losses to be realized on known claims pending and include minor non-incremental claims adjustment expenses. Estimated unreported claims represent expected losses or claims incurred but not reported. Amounts are reported based on actuarial calculations. Liabilities for incurred losses related to workers' compensation and general and vehicle liability claims are reported at their discounted value, assuming an investment yield of 2.0%.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 21 - Risk Management, Claims, and Judgements (cont.)

The Missouri Consolidated Health Care Plan (MCHCP) provides health care insurance to all state employees, except for MoDOT, the State Highway Patrol, and the Department of Conservation. The Plan for active employees is presented as an internal service fund. Estimated claims payable is based on known medical claims pending as well as an estimate of IBNR claims from data provided by an actuary.

The MoDOT and MSHP Medical and Life Insurance Plan (MHPML) accounts for the medical coverage provided on a self-insured basis and life insurance benefits, for employees of MoDOT and the State Highway Patrol. The Plan is presented as an internal service fund. Estimated claims payable is established from an actuarial report, which is based on data by MoDOT and claims administrators.

The Conservation Employees' Insurance Plan (CEIP) provides health care and life insurance to employees of the Department of Conservation. The Plan is presented as an internal service fund. Estimated claims payable is based on known claims pending as well as an estimate of IBNR claims.

On August 14, 2012, a lawsuit was filed against the Department of Corrections, *Hootselle v. Department of Corrections*, No. 12AC-CC00518. Several corrections officers alleged that the Missouri Department of Corrections failed to compensate them for pre- and post-shift activities, including passing through security checkpoints and retrieving equipment such as keys and radios. They entered a settlement agreement on June 1, 2022. Final judgement was entered on October 11, 2022.

The Petroleum Storage Tank Insurance Fund (PSTIF) has claims liability for the cost of contamination cleanup for participants and other eligible site owners who have submitted notice of a contamination. The PSTIF is presented as a non-major enterprise fund.

The University of Missouri System provides workers' compensation, liability, and medical insurance for its employees. The University funds this through a combination of self-insurance and commercially purchased insurance. The amount of coverage is based upon analysis of historical information and actuarial estimates. Settled claims have not exceeded commercial coverage in any of the past three fiscal years. The claims liability is the present value of the claims, using discount rates ranging between 0.50% and 3.50% based on expected future investment yield assumptions. The University of Missouri System is included with college and universities as a major component unit of the State.

Missouri State University is exposed to various risks of loss. These include loss related to torts; theft of, damage to, and destruction of assets; business interruption; errors and omissions; employee injuries and illnesses; natural disasters; and employee health, dental, and accidental benefits. Commercial insurance coverage is purchased for claims arising from such matters other than those related to general liability, workers' compensation, natural disasters, and employee health benefits. Settled claims have not exceeded the commercial coverage in any of the three preceding years. Additional coverage is provided through the State Self-Insurance Program, through the Risk Management Unit of the Office of Administration. The State of Missouri self-insures the workers' compensation benefits for all state employees, including University employees.

Southeast Missouri State University is exposed to various risks of loss related to torts, theft of, damage to and destruction of assets, business interruption, errors and omissions, employee injuries and illnesses; natural disasters and employee health and accident benefits. The University purchases commercial insurance and receives coverage through the State of Missouri for these risks of loss. Settled claims have not exceeded this commercial coverage in any of the three preceding years.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 21 - Risk Management, Claims, and Judgements (cont.)

Changes in the balances of claims liability (in thousands of dollars) during the current and prior fiscal years are as follows:

	Type of Insurance Claims	Fiscal Year Claims Liability 6/30/2022	Current Year Claims and Estimated Changes	Claim Payments	Fiscal Year Claims Liability 6/30/2023
<u>Governmental Activities</u>					
OA Workers Compensation Fund	Workers Comp.	\$ 14,770	\$ 32,493	\$ (42,458)	\$ 4,805
OA Legal Expense Fund	Liability	3,191	872	(1,579)	2,484
Transportation Self-Insurance Plan	Workers Comp. and Liability	80,727	21,260	(21,061)	80,926
MCHCP	Health Care	51,903	486,414	(492,683)	45,634
MHPML	Health Care	10,600	131,103	(133,403)	8,300
CEIP	Health Care	4,580	23,317	(24,865)	3,032
Corrections	Judgement	63,361	—	(51,233)	12,128
Total Governmental Activities		<u>\$ 229,132</u>	<u>\$ 695,459</u>	<u>\$ (767,282)</u>	<u>\$ 157,309</u>
<u>Business-Type Activities</u>					
PSTIF	Contamination Cleanup	<u>\$ 89,216</u>	<u>\$ 10,343</u>	<u>\$ (10,067)</u>	<u>\$ 89,492</u>
<u>Component Units</u>					
University of Missouri System	Workers Comp. and Liability	\$ 106,673	\$ 239,284	\$ (241,604)	\$ 104,353
Missouri State University	Health Care, Workers Comp. and Liability	1,980	25,549	(25,203)	2,326
Southeast Missouri State University	Workers Comp. and Liability	1,298	7,726	(8,359)	665
Total Component Units		<u>\$ 109,951</u>	<u>\$ 272,559</u>	<u>\$ (275,166)</u>	<u>\$ 107,344</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 21 - Risk Management, Claims, and Judgements (cont.)

	Type of Insurance Claims	Fiscal Year Claims Liability 6/30/2021	Current Year Claims and Estimated Changes	Claim Payments	Fiscal Year Claims Liability 6/30/2022
<u>Governmental Activities</u>					
OA Workers Compensation Fund	Workers Comp.	\$ 19,560	\$ 38,410	\$ (43,200)	\$ 14,770
OA Legal Expense Fund	Liability	2,519	2,283	(1,611)	3,191
Transportation Self-Insurance Plan	Workers Comp. and Liability	77,813	22,055	(19,141)	80,727
MCHCP	Health Care	42,748	460,344	(451,189)	51,903
MHPML	Health Care	11,900	142,713	(144,013)	10,600
CEIP	Health Care	2,722	25,047	(23,189)	4,580
Corrections	Judgement	—	63,361	—	63,361
Total Governmental Activities		<u>\$ 157,262</u>	<u>\$ 754,213</u>	<u>\$ (682,343)</u>	<u>\$ 229,132</u>
<u>Business-Type Activities</u>					
PSTIF	Contamination Cleanup	<u>\$ 87,213</u>	<u>\$ 10,388</u>	<u>\$ (8,385)</u>	<u>\$ 89,216</u>
<u>Component Units</u>					
University of Missouri System	Workers Comp. and Liability	\$ 91,732	\$ 236,669	\$ (221,728)	\$ 106,673
Missouri State University	Health Care, Workers Comp. and Liability	2,115	24,822	(24,957)	1,980
Southeast Missouri State University	Workers Comp. and Liability	1,228	8,658	(8,588)	1,298
Total Component Units		<u>\$ 95,075</u>	<u>\$ 270,149</u>	<u>\$ (255,273)</u>	<u>\$ 109,951</u>

Risk Management Pool:

During fiscal year 2023, the State of Missouri participated in the property program of the Midwestern Higher Education Compact (MHEC) as defined in Section 173.700, RSMo. This program was formed to expand coverage, reduce costs, and stabilize property insurance rates over extended time periods at higher education institutions in all member states. The program offers loss limit coverage tailored to individual institutions as well as self-insured retention by institution. The MHEC Risk Management Oversight Committee directs the major operations of the program overseeing the development of program policies, premium allocations, new program memberships, and selection of program administrators and insurance underwriters. The MHEC property program concluded on July 1, 2023. The program will no longer be accepting new submissions but will continue to handle claims that occurred prior to the program conclusion.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 22 - Pollution Remediation and Landfill Closure and Postclosure

The State has an obligation to address current or potential detrimental effects of existing pollution by participating in pollution remediation activities.

The Missouri Department of Natural Resources (DNR) was compelled to assess and oversee the cleanup of contaminated sites subject to federal law under the Resource Conservation and Recovery Act (RCRA), also known as the Superfund Law, administered by the U.S. Environmental Protection Agency (EPA). Under this law, the State is required to pay or ensure payment of 10% of the costs of remediation action and 100% of the costs of operations and maintenance at sites where the party responsible for the contamination is unknown, uncooperative, or insolvent. Similarly, Section 260.391.7, RSMo, states that the public should bear a portion of the cost to pay for the State's share of Superfund cleanup to be appropriated from general revenue. At the end of fiscal year 2023, the State was participating in the cleanup of fifteen Superfund sites. Total pollution remediation obligation for these sites totaled approximately \$49.1 million. The basis for these costs are State Superfund contracts that list the estimated cost of cleanup, or actual costs if cleanup is complete, less any payments that have been made to the EPA. Estimated costs will change as actual costs become available. The Hazardous Waste Fund is a component of Conservation and Environmental Protection.

The Missouri Department of Transportation (MoDOT) is in remediation activities related to buildings and grounds caused by contamination and a fuel leak. The current pollution remediation obligation for these sites total approximately \$5.0 thousand. The potential for additional pollution remediation exists, however, any future remediation obligations are not yet estimable.

The Missouri National Guard has been named as a potentially responsible party in the Pools Prairie Superfund site in Newton County, Missouri. The site is listed on the National Priorities List (NPL) and is governed by the Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA). At this time, the Missouri National Guard's portion of the costs for the cleanup cannot be determined.

Changes in the balances of pollution remediation liability (in thousands of dollars) during the current fiscal year are as follows:

Governmental Activities	Type of Pollution Remediation	Fiscal Year Remediation Liability 6/30/2022	Current Year Assessments and Estimated Changes	Payments	Fiscal Year Remediation Liability 6/30/2023	Due Within One Year
DNR	Superfund Sites	\$ 50,257	\$ 150	\$ (1,339)	\$ 49,068	\$ 2,612
MoDOT	Buildings and Grounds Remediation	4	1	—	5	1
Total Governmental Activities		<u>\$ 50,261</u>	<u>\$ 151</u>	<u>\$ (1,339)</u>	<u>\$ 49,073</u>	<u>\$ 2,613</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 22 - Pollution Remediation and Landfill Closure and Postclosure (cont.)

Each landfill owner/operator is required to obtain a financial assurance instrument, which is held by the State as security in the case of a default or forfeiture. Financial assurance instruments can include financial guarantee or performance bonds, letters of credit, insurance policies, corporate guarantees, contracts of obligations, trust funds, and escrow accounts. At June 30, 2023, the DNR, Solid Waste Program tracked the value of the secured financial assurance instruments held by the State to be \$392.4 million. This amount is disclosed, but not reported in the financial statements, because the State does not perform the investment function and does not have significant administrative involvement. While the State maintains possession of the financial assurance instruments, it does not meet criteria to be reported in a fiduciary fund.

As of June 30, 2023, Missouri Department of Natural Resources (DNR) had eleven active Municipal Solid Waste Landfills (MSWLFs), no disposal transfer stations, and there was none in bankruptcy and no defaults. The owners/operators failed to properly close or maintain post-closure care for these facilities; therefore, the State took possession of the forfeited financial assurance instruments to initiate the closure or post-closure activities as required by Section 260.228, RSMo. The State will monitor and pay post-closure care costs of these facilities for the next 30 years in accordance with the DNR Solid Waste Management Law and Regulations. At June 30, 2023, it is expected that \$1.6 million will be paid over the remaining monitoring periods. This is the amount of the assigned fund balance that has been designated on the General Fund balance sheet for forfeited assets. The percentage of landfill capacity used to date is 54.09 percent. The estimated remaining landfill life is 37.19 years.

During fiscal year 2023, the University of Missouri System submitted a formal plan with the Nuclear Regulatory Commission (NRC) for the decommissioning of a University owned building. The estimated costs of the remediation and deconstruction of the building is recorded as a liability of \$11.7 million. The NRC has two years to review and approve the plan. Once approved, the University plans to begin the remediation and deconstruction in fiscal year 2025.

The University of Missouri System has been working with the voluntary Cleanup Program of the Missouri Department of Natural Resources (DNR) to characterize subsurface contamination on a University owned property. The University has received the results of the two-year sampling process in fiscal year 2016. The University is awaiting a determination from DNR and the Nuclear Regulatory Commission (NRC) on decommissioning the site. The University does not believe that the documents from the 2016 sampling support the decision to add the site to the University's NRC license due to an overestimated quantity of isotopes managed at the site. The University made a formal request to remove the site from the NRC license. If DNR and the NRC find the dose assessment to be unacceptable, then the University will be required to fully decommission the site, including a sampling plan. The cost of a sampling plan to characterize the chemical contamination is estimated at \$1.0 million. The University has not commenced any actions requiring the recognition of a liability for this property.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
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Note 23 - Asset Retirement Obligations

The State has a legally enforceable obligation to perform future asset retirement obligations (ARO) related to its tangible capital assets.

The Missouri Department of Natural Resources (DNR) has a total ARO of \$1,717,000 for gas chromatographs, radiation detectors, petroleum above ground storage tanks, and permitted sewage treatment plants. Gas chromatographs and radiation detectors are considered radioactive sources and will not be accepted by the State's Surplus Property Program, thus requiring a cost for disposition. These ARO's are measured at the current cost of returning the items to the vendor. Gas chromatographs have remaining useful lives of 0 to 6 years and radiation detectors have remaining useful lives of 0 to 5 years. The ARO for petroleum above ground storage tanks is measured using the best estimate for taking the tanks out of service, which consists of emptying the tanks, removing the secondary containment, and proper disposal. Remaining useful lives of the tanks are 0 to 12 years. Aboveground storage tanks are regulated under the Missouri Code of State Regulations 2 CSR 90-30.050.16. The ARO for permitted sewage treatment plants is measured using the best estimate for closure of the facilities, which includes submitting a closure plan to DNR addressing wastewater and sludge removal, dewatering activities, removal of treatment structures, and removal of solid waste or leaving in place as a clean fill. Remaining useful lives of the plants are 0 to 43 years. Permitted sewage treatment plants are regulated by the Missouri Code of State Regulations 10 CSR 20-6-011.12 and the Federal Clean Water Act. The ARO for these items would be funded by state appropriations.

The Missouri Department of Transportation (MoDOT) has an ARO of \$53,000 to properly dispose of all nuclear gauges used to measure physical properties of materials during its construction projects. The ARO is measured using the current cost of returning the items to the vendor. The assets have an anticipated useful life of 15 years. Disposal of the nuclear gauges is required by the Nuclear Regulatory Commission - NUREG 1556 Volume 1 Rev 2. The ARO will be funded by state appropriations.

The Department of Public Safety (DPS), Office of the Adjutant General, has an ARO of \$30,000 to take two underground storage tanks out of service. The ARO is measured using the current cost for closure and the assets have estimated remaining useful lives of 21 years. Underground storage tanks are regulated under the Missouri Code of State Regulations 10 CSR 26. The ARO will be funded by state appropriations.

The University of Missouri (MU) has an ARO based on its ownership of two nuclear research reactors, which are regulated by the U.S Nuclear Regulatory Commission (NRC). The NRC requires the University to submit decommissioning funding plans every three years to retain the right to operate the reactors. The decommissioning funding plans update and adjust changes in costs to remediate and the extent of the estimated future contamination. The cost to decommission the reactors is based on a formula as set forth by the NRC as part of the licensing of the facilities. The ARO as of the end of fiscal year 2023 was \$62,433,000. The remaining useful lives of the reactors was 19 years.

The balances of the asset retirement obligations (in the thousands of dollars) during the current fiscal year are as follows:

<u>Governmental Activities</u>	<u>ARO Liability at June 30, 2023</u>
DNR	\$ 1,715
MoDOT	53
DPS	30
Total Governmental Activities	<u>\$ 1,798</u>
 <u>Business-Type Activities</u>	
DNR	<u>\$ 2</u>
 <u>Component Units</u>	
MU	<u>\$ 62,433</u>

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 24 - Contingencies

Contingent Claims Liabilities

Contingent claims liabilities are reported when it is probable a loss has occurred and the amount can be reasonably estimated. These losses include estimates of claims which have been incurred but not reported, including the effects of specific, incremental claim adjustment expenditures/expenses, salvage, subrogation, and other allocated or unallocated claim adjustment expenditures/expenses. Liabilities of governmental funds are reported as a reconciling item to the Government-Wide Statement of Net Position. Expenditures are recognized as payments are made.

As of June 30, 2023, the amount of contingent liabilities was \$65.3 million. Changes in reported liability since June 30, 2022, resulted from the following (in thousands of dollars):

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance Fiscal Year End
2022-2023	\$ 70,023	\$ 18,727	\$ (23,500)	\$ 65,250
2021-2022	41,742	39,818	(11,537)	70,023
2020-2021	27,830	19,385	(5,473)	41,742

Section 287.220.8, RSMo, requires an actuarial study of the Second Injury Fund be made every year to determine solvency of the fund. Figures presented below for current year claims and changes in estimates are based on the 2022 actuarial study. As at June 30, 2023, the amount of liabilities for Second Injury Fund was \$2.4 billion. Changes in reported liability since June 30, 2022, resulted from the following (in thousands of dollars):

	Beginning of Fiscal Year Liability	Current Year Claims and Changes in Estimates	Claim Payments	Balance Fiscal Year End
2022-2023	\$ 2,315,842	\$ 92,166	\$ (57,522)	\$ 2,350,486
2021-2022	2,243,668	140,945	(68,771)	2,315,842
2020-2021	2,174,003	140,206	(70,541)	2,243,668

The State receives federal grants which are subject to review and audit by federal grantor agencies. This could result in requests for reimbursements by the grantor agency for expenditures disallowed under grant agreements. The State believes such disallowances, if any, would be immaterial in the next fiscal year.

Tort Claim Lawsuits:

The Attorney General, on behalf of other state agencies, is involved in litigation for tort claims including wrongful death, motor vehicle accidents, medical malpractice, assault and battery, and deliberate indifference, as well as employment discrimination claims not included in the 2023 liability amount. It is reasonably possible an adverse court decision may incur an estimated loss of \$18.8 million.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 24 - Contingencies (cont.)

Department of Labor and Industrial Relations:

Louise Jones, et al. v. Missouri Labor and Industrial Relations Commission, No. 23AC-CC04623 (Cole County Circuit Court). Plaintiffs filed a putative class action July 28, 2023, seeking a declaratory judgment that the Missouri Labor and Industrial Relations Commission payments on 2022 tort victims' compensation fund awards are unlawful in that they are based on incorrect numbers in violation of the express statutory framework for calculating payments. Plaintiffs seek payment of the entire tort victim's compensation fund, which exceeds \$274 million. An evaluation of the likelihood of a favorable or unfavorable outcome and an estimate of the amount or range of potential loss cannot be made at this time. The ultimate resolution of the case cannot be predicted with any degree of certainty.

HHS Technology Group Holdings, LLC v. State of Missouri v. EngagePoint, Inc., No.16AC-CC00335 (Cole County Circuit Court). Plaintiff EngagePoint filed this lawsuit on August 11, 2016, alleging breach of its contract to serve as the prime contractor for the State's Medicaid Eligibility Determination and Enrollment System (MEDES). The State terminated EngagePoint in May 2015 after EngagePoint failed to complete contractually required work. EngagePoint claims over \$37 million in damages stemming from unpaid change order requests. The State has asserted a counterclaim for over \$80 million based on the difference between the price bid by EngagePoint and the actual cost of completing MEDES using a replacement contractor. Trial was completed in July 2022, and a jury awarded EngagePoint \$23 million, along with prejudgment and post-judgment interest of 9% per annum. The Office of Attorney General is vigorously defending this matter. An evaluation of the likelihood of a favorable or unfavorable outcome and an estimate of the amount or range of potential loss cannot be made at this time. The ultimate resolution of the case cannot be predicted with any degree of certainty.

Department of Health and Senior Services:

The Nurse Student Loan Program provides forgivable student loans to eligible Missouri undergraduate, graduate, post-graduate, and doctoral nursing students in exchange for service in underserved communities and facilities in the state. Current annual award levels, based on statute, are a one-time amount of \$2,500 for LPN students and \$5,000 for professional nursing students. Loans are repaid either through service in an underserved area, or via cash repayment at 9.5% simple interest. For repayment via service, participants provide one year of professional service for each school year a loan is received, up to a maximum of 5 years. The number of loans awarded per year varies based upon available funding, number of previous students anticipating continued funding, and number of eligible new applicants.

The Health Professional Student Loan Program is a competitive state program that awards forgivable loans to students pursuing health care training leading to Missouri licensure. Eligible disciplines are primary care physicians, primary care dentists, and dental hygienists. The amount of funding provided depends upon the student's chosen discipline and educational status. Repayment of loans can be completed either through obtaining employment to earn forgiveness or through cash repayment at 9.5% simple interest. Forgiveness is based upon the number of loans received and is earned at a rate of one year of professional service for each loan received, up to a maximum of 5 years. Qualifying employment is considered as full-time, direct patient care at a facility located in an area of need also referred to as a Health Professional Shortage Area.

The purpose of the Missouri Health Professional State Loan Repayment Program (SLRP) is to improve access to primary care by assisting rural and underserved communities with recruitment and retention of primary care providers. SLRP offers eligible healthcare providers an opportunity to receive up to \$50,000 in financial assistance towards the repayment of their qualifying educational loans in exchange for a minimum two-year commitment to provide healthcare services at an ambulatory public, nonprofit or private nonprofit primary care practice site located in a federally designated Health Professional Shortage Area.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 24 - Contingencies (cont.)

The Missouri Nurse Loan Repayment Program offers Registered Nurses and Advanced Practice Registered Nurses an opportunity to receive financial assistance towards the repayment of their qualifying educational loans in exchange for a minimum two-year commitment to provide healthcare services in an area of defined need in the State of Missouri.

For all types of loan programs, in the event of a default, i.e. the loanee does not complete the service agreement, the loan status changes to repayment. In the event the loanee does not repay according to the terms of their agreement, the Department of Health and Senior Services will work with the Attorney General's Office to try to collect the outstanding receivables. The current total amount of loans outstanding is \$5.6 million; the total amount in repayment is \$2.0 million. There is no correlation between who will or will not repay their debt once a default has occurred since it is subject to each individual case and the legal remedies pursued. Therefore, the amount of loss cannot be reasonably estimated.

Tobacco Master Settlement Agreement:

Under the 1998 Tobacco Master Settlement Agreement ("MSA"), Missouri receives annual settlement payments in perpetuity from Participating Manufacturers ("PMs") of tobacco products. Each year on or about April 15th, Missouri receives an annual payment typically between \$120 and \$140 million. Annual MSA payments are subject to a downward adjustment if the PMs lose more than 2% of their pre-MSA market share to Non-Participating Manufacturers ("NPMs"). Individual states may avoid their share of this "NPM Adjustment" by enacting and diligently enforcing model legislation, which imposes certain escrow obligations on NPMs.

The tobacco manufacturers contest Missouri's enforcement of the model legislation for 2004 and subsequent years, each of which is subject to binding arbitration. Arbitration regarding diligent enforcement for 2004 is ongoing. The presentation of evidence was completed and the arbitrators found Missouri not diligent. Thus, Missouri is subject to a downward adjustment on the annual payment, but the matter is still subject to review. The ultimate resolution of the 2004 proceeding, the timing of any review of the panel's decision, and the outcome of any subsequent arbitration proceedings cannot be predicted with any degree of certainty.

Contingent Gains

Contingencies that might result in gains are not reported on the statements since they are not realizable.

Natural Resource Settlements:

The Department of Natural Resources works jointly with the United States Fish and Wildlife Service and United States Forest Service to recover damages from parties responsible for causing injuries to natural resources. Funds from these settlements are typically held in the federal treasury in a joint account administered by the United States Department of Interior. Expenditures of these funds may only be by mutual agreement of the Missouri Trustee Council (the Department of Natural Resources, the United States Fish and Wildlife Service and, at times, United States Forest Service) and such funds may only be used to restore, replace, or acquire natural resources similar to those that were injured. As of June 30, 2023, the balance of Missouri-related joint settlement funds in the Department of Interior restoration fund is approximately \$46.8 million.

Opioid Settlements:

The State of Missouri is receiving and will continue to receive money from companies who manufactured, sold, distributed, or marketed opioids. Receivables, revenues, and/or deferred revenues have been recognized accordingly within the statements. However, one settlement was filed on February 1, 2024 and final judgment was entered on February 6, 2024 with Publicis Health, LLC and therefore was not recognized.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 25 - Nonexchange Financial Guarantees

The following nonexchange financial guarantees are extended by the Missouri Agricultural and Small Business Development Authority (MASBDA) and the Missouri Department of Agriculture (MDA). The exchange financial guarantees are not recognized as a liability, which indicates that the State will most likely not be required to make a payment related to the nonexchange financial guarantees. As of June 30, 2023, the State extends the following financial guarantees:

Programs	Maximum Guarantee Period	Total Number of Loans Outstanding	Total Dollar Amount of Loans Outstanding (in thousands)	Total Dollar Amount Guaranteed by the State (in thousands)
Crop and Livestock Loan Guarantee Program	2 Years	13	43	21

Missouri Value-Added Loan Guarantee Program

The Missouri Value-Added Loan Guarantee Program, authorized in Sections 348.400-348.415, RSMo, provides up to a 50% first-loss guarantee on loans, of \$250,000 or less, made by lenders for the purpose of agricultural business development. The loan guarantee is for a duration of up to 10 years. The program is intended to create new economic activity by creating or retaining jobs. Loans guaranteed by the value-added loan guarantee program can be used to finance agricultural property, which includes land, buildings, structures, improvements, and equipment used for the purpose of processing, manufacturing, marketing, exporting, or adding value to an agricultural product. Loans may also be guaranteed to buy stock in a new generation processing entity that processes an agricultural product. In the event of a default, the MASBDA will work with the Attorney General's Office or the loan recipient's bank to try to collect. As of June 30, 2023, there are four loan defaults under this program. The outstanding balance on judgments for amounts owed to the State totals \$52,000 and there are no outstanding Missouri Value-Added Loan guarantees.

Single-Purpose Animal Facilities Loan Guarantee Program

The Single-Purpose Animal Facilities Loan Guarantee Program, authorized in Sections 348.185-348.225, RSMo, is designed to provide banks and other lenders with a 50% first-loss guarantee on loans of up to \$250,000 for up to 10 years. Independent livestock producers may use the loans to finance, refinance or restructure breeding or feeder livestock, earthworms, land, buildings, facilities, equipment, machinery and animal waste systems for producing poultry, swine, beef and dairy cattle, or other livestock. In the event of a default, the MASBDA will work with the Attorney General's Office or the loan recipient's bank to try to collect. There were no loan defaults under this program in fiscal year 2023, and there were no outstanding Single-Purpose Animal Facilities Loan Guarantees.

Crop and Livestock Loan Guarantee Program

The Crop and Livestock Loan Guarantee Program, authorized in Section 261.027(3), RSMo, is a 50% guarantee on a loan made to a 4-H and Future Farmers of America (FFA) member who borrows money to purchase livestock, input, etc., for their Supervised Agriculture Education (SAE) project. Loans eligible for the program are limited to the purchase of livestock, feed, seed, fertilizer, and other miscellaneous out-of-pocket expenses directly related to the project. In the event of a default, the MDA will work with the Attorney General's Office or the loan recipient's bank to try to collect. As of June 30, 2023, there are four loan defaults under this program. The outstanding balance on judgments for amounts owed to the State totals \$1,500.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 26 - Joint Ventures

The Regional Convention and Sports Complex Authority was created by state law for the purpose of financing, constructing, operating, and maintaining a multipurpose convention and sports facility to be located in the City of St. Louis. The Authority operates under a board of commissioners of whom five are appointed by the Governor of the State, three by the County Executive of St. Louis County, and three by the Mayor of the City of St. Louis. The Authority is granted all rights and powers necessary to plan, finance, construct, equip, and maintain the facility.

The Authority is considered a joint venture of the State, County, and City because it constituted a contractual agreement for public benefit in which the State, County, and City retained an ongoing financial responsibility for the Convention and Sports Facility Project Bonds.

Pursuant to a financing agreement entered into in August 1991, which terminated in August 2021, the Authority leased the facility to the sponsors who subleased the facility back to the Authority. The payments made by the State, County, and City under the financing agreement were sufficient to pay the principal and interest on the bonds. There is no outstanding obligation remaining on the bonds. However, there is a commitment to provide annual preservation payments through fiscal year 2025.

Summary financial information for the Authority as of and for the fiscal year ended December 31, 2022, is presented below (in thousands of dollars):

Total Assets	\$ 206,292
Total Liabilities	\$ 4,322
Total Net Position	201,970
Total Liabilities and Net Position	\$ 206,292
Total Revenues	\$ 74,406
Total Expenses	11,629
Net Increase in Net Position	\$ 62,777

Copies of the Authority's financial statements may be requested from:

St. Louis Regional Convention
and Sports Complex Authority
901 North Broadway
St. Louis, Missouri 63101

Note 27 - Endowments

Donor-restricted endowments for Missouri reside primarily within the higher education institutions, which are reported as a major component unit of the State. For the college and universities, except the University of Missouri, the net appreciation/depreciation of the endowments is (\$1,090,000). Of this amount, \$604,000 is reported as restricted non-expendable, (\$1,711,000) is reported as restricted expendable, and \$17,000 is reported as unrestricted net position. The University of Missouri reported a net appreciation/depreciation of restricted non-expendable net position in the amount of \$102,311,000 which consisted of both realized and unrealized gains and losses on investment. For detailed information on the college and universities, please see the individual financial statements. The Revised Statutes of Missouri authorize the acceptance of donations at State agencies or public institutions. The governing boards of these institutions and the donor agreements determine whether net appreciation can be spent and the acceptable spending rate as detailed in Section 402.134, RSMo. These policies are entity specific and vary with each institution.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 28 - Conduit Debt

As of June 30, 2023, the Missouri Development Finance Board issued \$1,687,968,000 in Private Activity Bonds and \$3,060,534,000 in Public Purpose and Refunding Revenue Bonds. The outstanding balances on these bonds and notes as of June 30, 2023, were approximately \$338,658,000 and \$824,610,000, respectively. The Missouri Development Finance Board and the State have no liability for repayment of these revenue bonds and funding notes aside from reserve fund deposits and, accordingly, these bonds and notes have not been recorded as a liability on the financial statements for the Missouri Development Finance Board. The debtor pays all debt service requirements. Security for the bondholders consists of insurance, letters of credit, annual appropriation pledges, and certain funds held through trustees under the various indentures. The Missouri Development Finance Board has agreed to fund a secondary reserve account in the amount of \$326,000 for a portion of the debt issued, however, it is not expected to need to be accessed for debt payment on the bonds.

As of June 30, 2023, the State Environmental Improvement and Energy Resources Authority (EIERA), a component unit of the State of Missouri, had an outstanding balance of approximately \$543,280,000 in Tax Exempt Revenue Bonds. Of this outstanding amount, \$235,470,000 is for Water Pollution Control and Drinking Water Revenue Bonds issued on behalf of the Department of Natural Resources. The State of Missouri has no liability for repayment of these revenue bonds beyond the resources provided by related loan programs. The bonds are limited obligations of EIERA.

Note 29 - Subsequent Events

Bonds

On December 14, 2023, the Missouri Highways and Transportation Commission (MHTC) issued \$381.6 million of State Appropriations Mega Projects State Road Bonds, Series A 2023. The bonds bear interest of 5.0%, due in semi-annual installments beginning May 1, 2024. The bonds were issued for the purpose of paying the costs of planning, designing, constructing, reconstructing, rehabilitating and significant repair of Interstate 70 on the State Highway System to provide three lanes of traffic in both directions from Blue Springs to Wentzville and paying the costs related to the issuance of the Series A 2023 bonds.

I-70 Project

During the 2023 legislative season, the Governor and Missouri General Assembly passed and signed Truly Agreed and Finally Passed House Bill 4 and House Bill 5. House Bill 4 authorized the Office of Administration (OA) and the Missouri Highways and Transportation Commission (Commission) to execute a financing agreement that the State will pledge sufficient General Revenue funds to be the first recourse for payment of the debt service on Commission bonds issued to finance the planning, designing, constructing, reconstructing, rehabilitating and significant repair of Interstate 70 in the State Highway System to provide three lanes of traffic in both directions from Blue Springs to Wentzville. House Bill 5 authorized OA to transfer \$1.4 billion of General Revenue into the OA I-70 Project Fund. These funds will be transferred into the State Road Fund I-70 Project Fund as the Commission awards contracts.

On January 24, 2024, the governor announced that Missouri secured a \$92.8 million Infrastructure for Rebuilding America (INFRA) grant to improve Interstate-70. The INFRA grant will be used for specific Improve I-70 projects to enhance the efforts of adding an additional lane to I-70.

Infrastructure and Investment Jobs Act

On June 26, 2023, the Department of Commerce's National Telecommunications and Information Administration (NTIA) announced Missouri will receive more than \$1.7 billion through the Broadband Equity, Access, and Deployment (BEAD) program, part of the federal Infrastructure, Investment, and Jobs Act (IIJA). Missouri's BEAD program allocation ranks as the third highest among all states, the District of Columbia, and five territories.

STATE OF MISSOURI
NOTES TO THE FINANCIAL STATEMENTS
June 30, 2023

Note 29 - Subsequent Events (cont.)

Universities

On June 30, 2023, the University of Missouri System entered into a reorganization agreement with The University of Missouri – Columbia Medical Alliance, CRMC Health Care, Inc. and Capital Region Medical Center (CRMC) to change the membership of CRMC effective July 1, 2023.

On October 4, 2023, the University of Central Missouri issued \$30.4 million of bonds payable. The bonds bear interest payable semiannually at 5.0% and are secured by the net revenues available for debt service of the housing system of the University. Principal maturity begins October 1, 2024, and continues until October 1, 2034. Proceeds from the issuance of these bonds were used to advance refund the Series 2013C-2 bonds maturing October 1, 2024.



***Required Supplementary Information (RSI)** includes the Budgetary Comparison Schedule for the General Fund and Major Special Revenue Funds, as well as the Budget to Generally Accepted Accounting Principles (GAAP) reconciliation, Schedule of Changes in Net Pension Liability and Related Ratios, Schedule of Proportionate Share of the Net Pension Liability, Schedule of State Contributions, Schedule of Changes in Total OPEB Liability and Related Ratios, Schedule of Changes in Net OPEB Liability and Related Ratios, Schedule of Proportionate Share of the Collective Net OPEB Liability, and the Notes to RSI on Budgetary Reporting.*

STATE OF MISSOURI
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND, MAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	General Fund*			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Beginning Budgetary Fund Balance	\$ 11,326,982	\$ 11,326,982	\$ 11,326,982	\$ —
Resources (Inflows):				
Taxes:				
Sales and Use	2,616,342	2,865,899	2,943,396	77,497
Individual Income	8,875,474	9,722,049	9,984,945	262,896
Corporate Income	941,192	1,030,966	1,058,845	27,879
County Foreign Insurance	312,536	342,347	351,604	9,257
Beer	6,399	7,009	7,199	190
Liquor	30,317	33,209	34,107	898
Cigarette	—	—	—	—
Reimbursement/Miscellaneous	214,692	235,170	241,529	6,359
Total Taxes	<u>12,996,952</u>	<u>14,236,649</u>	<u>14,621,625</u>	<u>384,976</u>
Licenses, Fees, and Permits	104,409	114,211	117,178	2,967
Sales	2,347	2,566	2,631	65
Leases and Rentals	3	3	3	—
Services	603,308	604,399	577,039	(27,360)
Contributions and Intergovernmental	17,971,363	18,125,941	17,408,800	(717,141)
Interest	232,177	254,241	261,053	6,812
Penalties and Unclaimed Property	48,814	53,005	54,078	1,073
Cost Reimbursement/Miscellaneous	1,713,644	1,748,202	1,695,698	(52,504)
Transfers In	9,386,892	9,497,021	6,238,686	(3,258,335)
Total Resources (Inflows)	<u>43,059,909</u>	<u>44,636,238</u>	<u>40,976,791</u>	<u>(3,659,447)</u>
Amount Available for Appropriation	<u>54,386,891</u>	<u>55,963,220</u>	<u>52,303,773</u>	<u>(3,659,447)</u>
Charges to Appropriations (Outflows):				
Current:				
General Government	4,031,253	4,023,298	3,279,179	744,119
Education	9,494,085	9,885,630	6,686,573	3,199,057
Natural and Economic Resources	2,261,723	2,251,719	352,884	1,898,835
Transportation and Law Enforcement	1,629,421	1,715,984	578,642	1,137,342
Human Services	22,265,133	23,784,338	19,623,900	4,160,438
Debt Service	209,046	209,181	179,512	29,669
Transfers Out	11,040,486	11,190,692	8,298,377	2,892,315
Total Charges to Appropriations	<u>50,931,147</u>	<u>53,060,842</u>	<u>38,999,067</u>	<u>14,061,775</u>
Ending Budgetary Fund Balance	<u>\$ 3,455,744</u>	<u>\$ 2,902,378</u>	<u>\$ 13,304,706</u>	<u>\$ 10,402,328</u>
Reconciling Items:				
Reclassifying Cash Equivalents as Investments			(11,578,166)	
Investments at Fair Value			11,100,217	
Receivables, Net			4,943,507	
Due from Other Funds			—	
Inventories			101,250	
Accounts Payable			(2,143,389)	
Accrued Payroll			(74,566)	
Due to Other Funds			(4,722)	
Unearned Revenue			(2,484,729)	
Escheat/Unclaimed Property			(103,003)	
Deferred Inflows of Resources			(2,393,662)	
Fund Balance - GAAP Basis			<u>\$ 10,667,443</u>	

*Restated

Public Education				Conservation and Environmental Protection*			
Original Budget	Final Budget	Actual	Variance with Final Budget	Original Budget	Final Budget	Actual	Variance with Final Budget
\$ 337,952	\$ 337,952	\$ 337,952	\$ —	\$ 909,306	\$ 909,306	\$ 909,306	\$ —
1,411,709	1,411,709	1,204,232	(207,477)	318,927	318,927	286,971	(31,956)
14,089	14,089	12,018	(2,071)	—	—	—	—
—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—
—	—	—	—	—	—	—	—
57,034	57,034	48,652	(8,382)	—	—	—	—
422,800	422,800	360,662	(62,138)	—	—	—	—
1,905,632	1,905,632	1,625,564	(280,068)	318,927	318,927	286,971	(31,956)
3,316	3,316	2,829	(487)	109,589	109,589	98,608	(10,981)
—	—	—	—	10,297	10,297	9,265	(1,032)
—	—	—	—	194	194	175	(19)
—	—	—	—	—	—	—	—
34,644	34,644	29,552	(5,092)	75,997	75,997	68,382	(7,615)
6,242	6,242	5,325	(917)	16,786	16,786	15,104	(1,682)
41,190	41,190	35,136	(6,054)	251	251	226	(25)
7,879	7,879	6,721	(1,158)	151,727	151,727	136,524	(15,203)
1,811,784	1,854,574	1,830,668	(23,906)	1,490	1,484	1,482	(2)
3,810,687	3,853,477	3,535,795	(317,682)	685,258	685,252	616,737	(68,515)
4,148,639	4,191,429	3,873,747	(317,682)	1,594,564	1,594,558	1,526,043	(68,515)
455	445	119	326	4,470	4,524	3,275	1,249
3,116,359	3,155,734	2,932,093	223,641	—	—	—	—
27,180	27,180	12,134	15,046	1,295,301	1,245,488	443,603	801,885
305	305	180	125	1,164	1,171	909	262
8,033	8,215	4,977	3,238	892	904	717	187
—	—	—	—	—	—	—	—
447,408	455,808	432,462	23,346	74,294	74,705	68,582	6,123
3,599,740	3,647,687	3,381,965	265,722	1,376,121	1,326,792	517,086	809,706
\$ 548,899	\$ 543,742	\$ 491,782	\$ (51,960)	\$ 218,443	\$ 267,766	\$ 1,008,957	\$ 741,191
		(406,068)				(878,458)	
		391,296				818,392	
		309,088				1,529,384	
		13,841				—	
		—				311	
		(589)				(36,038)	
		(175)				(6,611)	
		—				(232)	
		—				(169)	
		—				—	
		(138,544)				(13,400)	
		\$ 660,631				\$ 2,422,136	

STATE OF MISSOURI
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY REPORTING
June 30, 2023

Budgetary Presentation:

A Budgetary Comparison Schedule is presented as Required Supplementary Information for the State's General Fund and Major Special Revenue Funds. Revenues and expenditures are reported on a budgetary basis where actual revenues are recognized when cash is received, and actual expenditures are recognized for cash disbursements. The accounting principles applied for reporting on a budgetary basis differ from those used to present the financial statements in accordance with GAAP. A reconciliation of the two for the fiscal year ended June 30, 2023, has been presented at the bottom of the Budgetary Comparison Schedule.

The budgetary expenditures are included in the current year's Appropriation Activity Report, which demonstrates legal compliance with the current year's budget. This report can be viewed at <https://acct.oa.mo.gov/reports/annual-reports/appropriation-activity-reports>. The original budget expenditures and transfers are for what was originally appropriated for each fund. The final budget expenditures and transfers takes into account any increases and decreases to appropriations during the fiscal year less the Governor's amounts reverted (withheld) for each fund less any reappropriations to the next fiscal year.

Once a year, the Office of Administration-Division of Budget and Planning receives budgeted revenues from state agencies for each of their funds as well as a revised revenue estimate in the spring for the State's General Revenue Fund. The revised revenue estimate is used in the final budget column for the General Fund and is very comparable to actual revenue resulting in a small negative variance on this Schedule.

In accordance with State statute, all state funds must have an appropriation before amounts can be expended or transferred to another state fund; therefore, variances between budgeted and actual expenditures and transfers out on the budgetary schedule will always be positive.

For budget purposes, interfund activity is not eliminated. A summary of interfund eliminations at June 30, 2023, is shown below (in thousands):

	Final Budget Transfer		Actual Transfer	
	In	Out	In	Out
GENERAL FUND	\$ 8,637,117	\$ (8,637,117)	\$ 5,941,546	\$ (5,941,546)
SPECIAL REVENUE FUNDS				
Public Education	412,288	(412,288)	390,896	(390,896)
TOTAL	<u>\$ 9,049,405</u>	<u>\$ (9,049,405)</u>	<u>\$ 6,332,442</u>	<u>\$ (6,332,442)</u>

Budgetary Control:

Budgetary control is maintained at the departmental level; each Department of the Missouri government formulates a budget to be submitted for approval by the General Assembly prior to the beginning of the fiscal year. These budgets are prepared essentially on the cash basis. The legislature reviews, revises, and legally adopts these budgets. The Governor then has the authority to approve or veto each budget, subject to legislative override.

Budgeted expenditures cannot exceed estimated revenues and other sources of funding, including beginning fund balances. In the event that actual revenues are insufficient to cover budgeted expenditures, the Governor must order budget reductions or call a special session of the legislature to address the issue.

Unexpended appropriations lapse at the end of each appropriation year, unless reappropriated to the following appropriation year.

STATE OF MISSOURI
SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
FISCAL YEARS 2015-2023
(In Thousands of Dollars)

	2023**	Judicial Plan* 2022**	2021**
Total Pension Liability			
Service Cost	\$ 13,304	\$ 12,872	\$ 13,120
Interest on the Total Pension Liability	42,073	42,005	42,459
Benefit Changes	—	—	—
Differences between Expected and Actual Experience	(9,088)	(6,886)	(14,934)
Changes in Assumptions	—	(4,929)	6,341
Benefit Payments, including member refunds	(42,530)	(41,626)	(39,622)
Disability Premiums	—	—	—
Transfers to Other Retirement Systems	—	—	—
Net Change in Total Pension Liability	3,759	1,436	7,364
Total Pension Liability - Beginning	626,284	624,848	617,484
Total Pension Liability - Ending (a)	630,043	626,284	624,848
Plan Fiduciary Net Position			
Contributions - Employer	39,229	39,996	39,174
Contributions - Employee	1,551	1,448	1,314
Pension Plan Net Investment Income	(18,802)	44,050	8,163
Benefit Payments, including member refunds	(42,530)	(41,626)	(39,622)
Disability Premiums	—	—	—
Pension Plan Administrative Expense	(80)	(76)	(74)
Net Transfers	—	—	—
Other	—	—	—
Net Change in Plan Fiduciary Net Position	(20,632)	43,792	8,955
Plan Fiduciary Net Position - Beginning*	211,081	167,289	158,334
Plan Fiduciary Net Position - Ending (b)	190,449	211,081	167,289
Net Pension Liability - Ending (a) - (b)	\$ 439,594	\$ 415,203	\$ 457,559
 Plan Fiduciary Net Position as a Percentage of Total Pension Liability	 30.23 %	 33.7 %	 26.77 %
Covered Payroll	\$ 63,398	\$ 63,096	\$ 61,321
 Net Pension Liability as a Percentage of Covered Payroll	 693.39 %	 658.05 %	 746.18 %

*After post-valuation adjustments.

**Based on a measurement date and actuarial valuation as of the end of the preceding fiscal year. The measurement date is as of June 30, except University of Missouri Retirement System which is based on a measurement date of October 1.

Note: This schedule is ultimately required to show information for ten years. However, until a full ten-year trend is compiled, only the years that information is available will be reported.

2020**	2019**	2018**	2017**	2016**	2015**
\$ 13,574	\$ 12,997	\$ 12,946	\$ 10,932	\$ 10,614	\$ 8,990
41,711	41,019	40,617	37,755	36,162	34,014
—	—	—	—	—	—
979	(1,320)	(10,687)	(5,037)	5,103	13,361
5,024	12,332	7,906	53,991	—	—
(37,593)	(35,657)	(33,985)	(32,989)	(31,246)	(29,407)
—	—	—	—	—	—
—	—	—	—	—	—
23,695	29,371	16,797	64,652	20,633	26,958
593,789	564,418	547,621	482,969	462,336	435,378
617,484	593,789	564,418	547,621	482,969	462,336
38,605	36,892	34,247	33,642	32,696	29,265
1,138	902	787	661	488	295
6,056	10,678	4,680	28	(3,610)	21,395
(37,593)	(35,657)	(33,985)	(32,989)	(31,246)	(29,407)
—	—	—	—	—	—
(72)	(181)	(150)	(137)	(123)	(106)
—	—	—	—	—	—
—	(69)	—	—	—	—
8,134	12,565	5,579	1,205	(1,795)	21,442
150,200	137,635	132,056	130,851	132,646	111,204
158,334	150,200	137,635	132,056	130,851	132,646
<u>\$ 459,150</u>	<u>\$ 443,589</u>	<u>\$ 426,783</u>	<u>\$ 415,565</u>	<u>\$ 352,118</u>	<u>\$ 329,690</u>
25.64 %	25.3 %	24.39 %	24.11 %	27.09 %	28.69 %
\$ 60,594	\$ 59,417	\$ 58,592	\$ 57,421	\$ 55,656	\$ 49,588
757.74 %	746.73 %	728.40 %	723.72 %	632.66 %	664.86 %

This Schedule is continued on pages 145-148.

Missouri Department of Transportation and Highway Patrol Employees' Retirement System			
	2023**	2022**	2021**
Total Pension Liability			
Service Cost	\$ 55,098	\$ 43,727	\$ 44,048
Interest on the Total Pension Liability	275,067	278,523	274,791
Benefit Changes	—	—	—
Differences between Expected and Actual Experience	16,085	(26,472)	3,495
Changes in Assumptions	—	226,320	—
Benefit Payments, including member refunds	(279,638)	(266,719)	(263,507)
Disability Premiums	—	(1,601)	(1,641)
Transfers to Other Retirement Systems	—	(1,803)	(2,458)
Net Change in Total Pension Liability	66,612	251,975	54,728
Total Pension Liability - Beginning	4,344,073	4,092,098	4,037,370
Total Pension Liability - Ending (a)	4,410,685	4,344,073	4,092,098
Plan Fiduciary Net Position			
Contributions - Employer	212,711	208,213	210,872
Contributions - Employee	12,656	7,096	6,547
Pension Plan Net Investment Income	122,768	699,644	(10,668)
Benefit Payments, including member refunds	(279,638)	(266,719)	(263,507)
Disability Premiums	—	(1,601)	(1,641)
Pension Plan Administrative Expense	(5,229)	(4,585)	(4,291)
Net Transfers	—	277	1,026
Other	—	—	—
Net Change in Plan Fiduciary Net Position	63,268	642,325	(61,662)
Plan Fiduciary Net Position - Beginning*	3,003,925	2,361,600	2,423,262
Plan Fiduciary Net Position - Ending (b)	3,067,193	3,003,925	2,361,600
Net Pension Liability - Ending (a) - (b)	\$ 1,343,492	\$ 1,340,148	\$ 1,730,498
 Plan Fiduciary Net Position as a Percentage of Total Pension Liability	69.54 %	69.15 %	57.71 %
Covered Payroll	\$ 367,493	\$ 359,410	\$ 363,980
 Net Pension Liability as a Percentage of Covered Payroll	365.58 %	372.87 %	475.44 %

This Schedule is continued from page 144.

2020**	2019**	2018**	2017**	2016**	2015**
\$ 43,971	\$ 46,621	\$ 45,713	\$ 45,441	\$ 45,358	\$ 44,740
271,174	286,457	283,569	280,432	275,285	270,526
—	(7)	—	—	—	—
204	(37,173)	(37,287)	(39,810)	(13,324)	(17,614)
—	142,556	—	—	—	—
(256,091)	(254,634)	(246,939)	(236,687)	(237,013)	(227,977)
(1,616)	(1,602)	(1,620)	(1,568)	(1,555)	(1,532)
(2,111)	(2,823)	(2,725)	(1,921)	(3,147)	(1,876)
55,531	179,395	40,711	45,887	65,604	66,267
3,981,839	3,802,444	3,761,733	3,715,846	3,650,242	3,583,975
4,037,370	3,981,839	3,802,444	3,761,733	3,715,846	3,650,242
210,167	204,955	206,563	199,609	200,639	183,354
5,996	5,001	4,892	3,483	3,294	2,260
154,327	197,620	220,302	21,432	92,646	319,446
(256,091)	(254,634)	(246,939)	(236,687)	(237,013)	(227,977)
(1,616)	(1,602)	(1,620)	(1,568)	(1,555)	(1,532)
(4,373)	(4,693)	(4,516)	(4,370)	(4,067)	(3,736)
322	(956)	(981)	808	(2,033)	(92)
—	(936)	—	—	—	—
108,732	144,755	177,701	(17,293)	51,911	271,723
2,314,530	2,169,775	1,992,074	2,009,367	1,957,456	1,685,733
2,423,262	2,314,530	2,169,775	1,992,074	2,009,367	1,957,456
\$ 1,614,108	\$ 1,667,309	\$ 1,632,669	\$ 1,769,659	\$ 1,706,479	\$ 1,692,786
60.02 %	58.13 %	57.06 %	52.96 %	54.08 %	53.63 %
\$ 362,748	\$ 353,751	\$ 356,515	\$ 344,635	\$ 342,265	\$ 336,591
444.97 %	471.32 %	457.95 %	513.49 %	498.58 %	502.92 %

This Schedule is continued on pages 147-148.

	University of Missouri Retirement System		
	2023**	2022**	2021**
Total Pension Liability			
Service Cost	\$ 57,272	\$ 60,290	\$ 65,786
Interest on the Total Pension Liability	367,007	343,730	336,697
Benefit Changes	—	—	—
Differences between Expected and Actual Experience	78,356	114,655	(10,821)
Changes in Assumptions	—	243,508	—
Benefit Payments, including member refunds	(312,471)	(292,357)	(283,941)
Disability Premiums	—	—	—
Transfers to Other Retirement Systems	—	—	—
Net Change in Total Pension Liability	190,164	469,826	107,721
Total Pension Liability - Beginning	5,341,914	4,872,088	4,764,367
Total Pension Liability - Ending (a)	5,532,078	5,341,914	4,872,088
Plan Fiduciary Net Position			
Contributions - Employer	132,849	114,999	115,006
Contributions - Employee	13,866	14,238	14,981
Pension Plan Net Investment Income	156,871	(107,876)	1,056,355
Benefit Payments, including member refunds	(312,471)	(292,357)	(283,941)
Disability Premiums	—	—	—
Pension Plan Administrative Expense	—	—	—
Net Transfers	—	—	—
Other	—	—	—
Net Change in Plan Fiduciary Net Position	(8,885)	(270,996)	902,401
Plan Fiduciary Net Position - Beginning*	4,286,149	4,557,145	3,654,744
Plan Fiduciary Net Position - Ending (b)	4,277,264	4,286,149	4,557,145
Net Pension Liability - Ending (a) - (b)	\$ 1,254,814	\$ 1,055,765	\$ 314,943
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	77.32 %	80.24 %	93.54 %
Covered Payroll	\$ 970,746	\$ 1,025,644	\$ 1,116,123
Net Pension Liability as a Percentage of Covered Payroll	129.26 %	102.94 %	28.22 %

This Schedule is continued from page 146.

2020**	2019**	2018**	2017**	2016**	2015**
\$ 66,239	\$ 62,845	\$ 63,624	\$ 66,269	\$ 68,328	\$ 70,574
323,553	312,921	305,781	296,885	288,438	275,762
—	—	—	—	—	—
68,943	23,046	11,704	(22,741)	(38,227)	13,226
—	—	257,616	—	—	—
(265,991)	(241,020)	(233,083)	(211,036)	(203,300)	(182,488)
—	—	—	—	—	—
—	—	—	—	—	—
192,744	157,792	405,642	129,377	115,239	177,074
4,571,623	4,413,831	4,008,189	3,878,812	3,763,573	3,586,499
4,764,367	4,571,623	4,413,831	4,008,189	3,878,812	3,763,573
118,234	115,980	92,200	96,631	99,454	103,895
16,484	15,989	15,299	15,218	14,976	14,486
28,604	183,826	322,297	364,486	6,646	36,412
(265,991)	(241,020)	(233,083)	(211,036)	(203,300)	(182,488)
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	(2,150)
(102,669)	74,775	196,713	265,299	(82,224)	(29,845)
3,757,413	3,682,638	3,485,925	3,220,626	3,302,850	3,332,695
3,654,744	3,757,413	3,682,638	3,485,925	3,220,626	3,302,850
\$ 1,109,623	\$ 814,210	\$ 731,193	\$ 522,264	\$ 658,186	\$ 460,723
76.71 %	82.19 %	83.43 %	86.97 %	83.03 %	87.76 %
\$ 1,227,342	\$ 1,187,435	\$ 1,146,836	\$ 1,144,412	\$ 1,129,784	\$ 1,109,431
90.41 %	68.57 %	63.76 %	45.64 %	58.26 %	41.53 %

STATE OF MISSOURI
SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
FISCAL YEARS 2015-2023
(In Thousands of Dollars)

	2023*	2022*	2021*
<u>Missouri State Employees' Plan</u>			
State's proportion of the net pension liability	83.63 %	84.15 %	83.44 %
State's proportionate share of the net pension liability	\$ 5,988,052	\$ 4,704,810	\$ 5,296,316
State's covered payroll	\$ 1,668,182	\$ 1,696,219	\$ 1,667,168
State's proportionate share of the net pension liability as a percentage of its covered payroll	358.96 %	277.37 %	317.68 %
Plan fiduciary net position as a percentage of the total pension liability	53.53 %	63.00 %	55.48 %
<u>Judicial Plan</u>			
State's proportion of the net pension liability	100.00 %	100.00 %	100.00 %
State's proportionate share of the net pension liability	\$ 439,594	\$ 415,203	\$ 457,559
State's covered payroll	\$ 63,398	\$ 63,096	\$ 61,321
State's proportionate share of the net pension liability as a percentage of its covered payroll	693.39 %	658.05 %	746.18 %
Plan fiduciary net position as a percentage of the total pension liability	30.23 %	33.70 %	26.77 %
<u>Missouri Department of Transportation and Highway Patrol Employees' Retirement System</u>			
State's proportion of the net pension liability	100.00 %	100.00 %	100.00 %
State's proportionate share of the net pension liability	\$ 1,343,492	\$ 1,340,148	\$ 1,730,498
State's covered payroll	\$ 367,493	\$ 359,410	\$ 363,980
State's proportionate share of the net pension liability as a percentage of its covered payroll	365.58 %	372.87 %	475.44 %
Plan fiduciary net position as a percentage of the total pension liability	69.54 %	69.15 %	57.71 %
<u>Missouri State Employees' Plan - Component Units</u>			
Component Unit's proportion of the net pension liability	15.98 %	15.52 %	16.24 %
Component Unit's proportionate share of the net pension liability	\$ 1,143,919	\$ 867,854	\$ 1,031,118
Component Unit's covered payroll	\$ 318,676	\$ 312,895	\$ 324,582
Component Unit's proportionate share of the net pension liability as a percentage of its covered payroll	358.96 %	277.37 %	317.68 %
Plan fiduciary net position as a percentage of the total pension liability	53.53 %	63.00 %	55.48 %
<u>University of Missouri Retirement System</u>			
University's proportion of the net pension liability	100.00 %	100.00 %	100.00 %
University's proportionate share of the net pension liability	\$ 1,254,814	\$ 1,055,765	\$ 314,943
University's covered payroll	\$ 970,746	\$ 1,025,644	\$ 1,116,123
University's proportionate share of the net pension liability as a percentage of its covered payroll	129.26 %	102.94 %	28.22 %
Plan fiduciary net position as a percentage of the total pension liability	77.32 %	80.24 %	93.54 %

*Based on a measurement date and actuarial valuation as of the end of the preceding fiscal year. The measurement date is as of June 30, except University of Missouri Retirement System which is based on a measurement date of October 1.

Note: This schedule is ultimately required to show information for ten years. However, until a full ten-year trend is compiled, only the years that information is available will be reported.

2020*	2019*	2018*	2017*	2016*	2015*
83.27 %	82.84 %	82.19 %	82.21 %	82.26 %	82.45%
\$ 5,030,722	\$ 4,620,928	\$ 4,279,391	\$ 3,816,328	\$ 2,641,347	\$ 1,944,098
\$ 1,617,502	\$ 1,610,149	\$ 1,617,463	\$ 1,593,034	\$ 1,593,238	\$ 1,613,263
311.02 %	286.99 %	264.57 %	239.56 %	165.78 %	120.51%
56.72 %	59.02 %	60.41 %	63.60 %	72.62 %	79.49%
100.00 %	100.00 %	100.00 %	100.00 %	100.00 %	100.00 %
\$ 459,150	\$ 443,589	\$ 426,783	\$ 415,565	\$ 352,118	\$ 329,690
\$ 60,594	\$ 59,417	\$ 58,592	\$ 57,421	\$ 55,656	\$ 49,588
757.74 %	746.73 %	728.40 %	723.72 %	632.66 %	664.86 %
25.64 %	25.30 %	24.39 %	24.11 %	27.09 %	28.69 %
100.00 %	100.00 %	100.00 %	100.00 %	100.00 %	100.00 %
\$ 1,614,108	\$ 1,667,309	\$ 1,632,669	\$ 1,769,659	\$ 1,706,479	\$ 1,692,786
\$ 362,748	\$ 353,751	\$ 356,515	\$ 344,635	\$ 342,265	\$ 336,591
444.97 %	471.32 %	457.95 %	513.49 %	498.58 %	502.92 %
60.02 %	58.13 %	57.06 %	52.96 %	54.08 %	53.63 %
16.40 %	16.82 %	17.44 %	17.41 %	17.38 %	17.19 %
\$ 990,703	\$ 938,355	\$ 908,000	\$ 808,175	\$ 557,955	\$ 405,189
\$ 318,588	\$ 326,943	\$ 343,472	\$ 337,401	\$ 336,571	\$ 325,490
310.97 %	287.01 %	264.36 %	239.53 %	165.78 %	124.49 %
56.72 %	59.02 %	60.41 %	63.60 %	72.62 %	79.49 %
100.00 %	100.00 %	100.00 %	100.00 %	100.00 %	100.00 %
\$ 1,109,623	\$ 814,210	\$ 731,193	\$ 522,264	\$ 658,186	\$ 460,723
\$ 1,227,342	\$ 1,187,435	\$ 1,146,836	\$ 1,144,412	\$ 1,129,784	\$ 1,109,431
90.41 %	68.57 %	63.76 %	45.64 %	58.26 %	41.53 %
76.71 %	82.19 %	83.43 %	86.97 %	83.03 %	87.76 %

**STATE OF MISSOURI
SCHEDULE OF STATE CONTRIBUTIONS
PENSION
FISCAL YEARS 2014-2023
(In Thousands of Dollars)**

	2023	2022*	2021
<u>Missouri State Employees' Plan</u>			
Required Contributions	\$ 490,306	\$ 392,186	\$ 388,097
Contributions in relation to the required contribution	\$ 490,306	\$ 392,186	\$ 388,097
Contribution deficiency (excess)	\$ —	\$ —	\$ —
State's covered payroll	\$ 1,852,372	\$ 1,668,182	\$ 1,696,219
Contributions as a percentage of covered payroll	26.47 %	23.51 %	22.88 %
<u>Judicial Plan</u>			
Required Contributions	\$ 39,071	\$ 39,268	\$ 39,990
Contributions in relation to the required contribution	\$ 39,071	\$ 39,268	\$ 39,990
Contribution deficiency (excess)	\$ —	\$ —	\$ —
State's covered payroll	\$ 64,934	\$ 63,398	\$ 63,096
Contributions as a percentage of covered payroll	60.17 %	61.94 %	63.38 %
<u>Missouri Department of Transportation and Highway Patrol Employees' Retirement System</u>			
Required Contributions	\$ 232,814	\$ 212,711	\$ 208,213
Contributions in relation to the required contribution	\$ 232,814	\$ 212,711	\$ 208,213
Contribution deficiency (excess)	\$ —	\$ —	\$ —
State's covered payroll	\$ 400,799	\$ 367,493	\$ 359,410
Contributions as a percentage of covered payroll	58.00 %	58.00 %	58.00 %
<u>Missouri State Employees' Plan - Component Units</u>			
Required Contributions	\$ 87,108	\$ 74,921	\$ 71,589
Contributions in relation to the required contribution	\$ 87,108	\$ 74,921	\$ 71,589
Contribution deficiency (excess)	\$ —	\$ —	\$ —
Component Unit's covered payroll	\$ 330,829	\$ 318,676	\$ 312,895
Contributions as a percentage of covered payroll	26.33 %	23.51 %	22.88 %
<u>University of Missouri Retirement System</u>			
Required Contributions	\$ 132,849	\$ 114,999	\$ 115,006
Contributions in relation to the required contribution	\$ 132,849	\$ 114,999	\$ 115,006
Contribution deficiency (excess)	\$ —	\$ —	\$ —
University's covered payroll	\$ 970,746	\$ 1,025,644	\$ 1,116,123
Contributions as a percentage of covered payroll	13.69 %	11.21 %	10.30 %

*After post-valuation adjustments.

Notes to the Schedule:

Changes of benefit terms. There were no changes in benefit terms during the fiscal year ended June 30, 2022.

Changes of assumptions.

For MOSERS: There were no changes in assumptions during the fiscal year ended June 30, 2022.

For MPERS: There were no changes in assumptions during the fiscal year ended June 30, 2022.

For MSEP -CU: Fiscal Year 2022 amounts have been restated

For MU: There were no changes in assumptions during the fiscal year ended June 30, 2022.

2020	2019	2018	2017	2016	2015	2014
\$ 362,950	\$ 326,951	\$ 313,167	\$ 274,510	\$ 270,198	\$ 270,220	\$ 269,106
\$ 362,950	\$ 326,951	\$ 313,167	\$ 274,510	\$ 270,198	\$ 270,220	\$ 269,106
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
\$ 1,667,168	\$ 1,617,502	\$ 1,610,149	\$ 1,617,463	\$ 1,593,034	\$ 1,593,238	\$ 1,613,263
21.77 %	20.21 %	19.45 %	16.97 %	16.96 %	16.96 %	16.68 %
\$ 39,123	\$ 38,555	\$ 36,895	\$ 32,671	\$ 33,642	\$ 32,696	\$ 29,265
\$ 39,123	\$ 38,555	\$ 36,895	\$ 34,247	\$ 33,642	\$ 32,696	\$ 29,265
\$ —	\$ —	\$ —	\$ (1,576)	\$ —	\$ —	\$ —
\$ 61,321	\$ 60,594	\$ 59,417	\$ 58,592	\$ 57,421	\$ 55,656	\$ 49,588
63.80 %	63.63 %	62.10 %	58.45 %	58.59 %	58.70 %	59.02 %
\$ 210,872	\$ 210,167	\$ 204,955	\$ 206,563	\$ 199,609	\$ 200,639	\$ 183,354
\$ 210,872	\$ 210,167	\$ 204,955	\$ 206,563	\$ 199,609	\$ 200,639	\$ 183,354
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
\$ 363,980	\$ 362,748	\$ 353,751	\$ 356,515	\$ 344,635	\$ 342,265	\$ 336,591
58.00 %	58.00 %	58.00 %	58.00 %	58.00 %	58.62 %	54.44 %
\$ 70,661	\$ 64,387	\$ 63,533	\$ 58,246	\$ 57,219	\$ 57,081	\$ 56,087
\$ 70,661	\$ 64,387	\$ 63,533	\$ 58,246	\$ 57,219	\$ 57,081	\$ 56,087
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
\$ 324,582	\$ 318,588	\$ 326,631	\$ 343,472	\$ 337,401	\$ 336,571	\$ 325,490
21.77 %	20.21 %	19.45 %	16.96 %	16.96 %	16.96 %	17.23 %
\$ 118,234	\$ 115,980	\$ 92,200	\$ 96,631	\$ 99,454	\$ 103,895	\$ 113,688
\$ 118,234	\$ 115,980	\$ 92,200	\$ 96,631	\$ 99,454	\$ 103,895	\$ 113,688
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
\$ 1,227,342	\$ 1,187,435	\$ 1,146,836	\$ 1,144,412	\$ 1,129,784	\$ 1,109,431	\$ 1,078,347
9.63 %	9.77 %	8.04 %	8.44 %	8.80 %	9.36 %	10.54 %

STATE OF MISSOURI
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS
FISCAL YEARS 2018-2023
(In Thousands of Dollars)

	Missouri Department of Transportation and Highway Patrol Medical and Life Insurance Plan					
	2023*	2022	2021	2020	2019	2018
Total OPEB Liability						
Service Cost	\$ 45,697	\$ 44,538	\$ 29,743	\$ 38,514	\$ 40,070	\$ 49,483
Interest	30,222	30,682	37,990	44,435	39,737	35,941
Differences Between Expected and Actual Experience	(6,050)	(28,165)	(3,176)	(52,465)	(1,907)	—
Effect of economic/demographic gains or losses	—	—	—	—	—	—
Changes of Assumptions or Other Inputs	(305,121)	(13,734)	250,439	(63,896)	(54,900)	(165,036)
Benefit Payments	(23,494)	(23,838)	(23,661)	(23,638)	(23,024)	(21,185)
Net Change in Total OPEB Liability	(258,746)	9,483	291,335	(57,050)	(24)	(100,797)
Total OPEB Liability - Beginning	1,365,143	1,355,660	1,064,325	1,121,375	1,121,399	1,222,196
Total OPEB Liability - Ending (a)	\$1,106,397	\$1,365,143	\$1,355,660	\$1,064,325	\$1,121,375	\$1,121,399
Covered-Employee Payroll	\$ 369,298	\$ 366,059	\$ 364,987	\$ 364,538	\$ 355,588	\$ 355,663
Total OPEB Liability as a Percentage of Covered-Employee Payroll	299.59%	372.93%	371.43%	291.97%	315.36%	315.30%

*Based on an actuarial valuation date of July 1, 2022 and measurement date of the preceding fiscal year as of July 1.

**Based on an actuarial valuation date of June 30, 2021, and a measurement date of the current fiscal year as of June 30.

Note: This schedule is ultimately required to show information for ten years. However, until a full ten-year trend is compiled, only the years that information is available will be reported.

Conservation Employees' Benefits Plan					
2023**	2022	2021	2020	2019	2018
\$ 2,276	\$ 4,031	\$ 4,029	\$ 2,501	\$ 2,926	\$ 3,109
4,372	3,411	3,363	5,276	5,264	4,975
—	—	—	—	—	—
—	(5,674)	—	(36,969)	—	—
2,252	(31,215)	1,514	32,152	10,144	(7,665)
(3,303)	(3,128)	(3,171)	(2,961)	(3,375)	(3,006)
5,597	(32,575)	5,735	(1)	14,959	(2,587)
122,875	155,450	149,715	149,716	134,757	137,344
<u>\$ 128,472</u>	<u>\$ 122,875</u>	<u>\$ 155,450</u>	<u>\$ 149,715</u>	<u>\$ 149,716</u>	<u>\$ 134,757</u>
\$ 75,374	\$ 66,717	\$ 55,700	\$ 56,800	\$ 62,766	\$ 62,235
170.45 %	184.17 %	279.08 %	263.58 %	238.53 %	216.53 %

STATE OF MISSOURI
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS
FISCAL YEARS 2018-2023
(In Thousands of Dollars)

	University of Missouri OPEB Plan					
	2023	2022	2021	2020	2019	2018
Total OPEB Liability						
Service Cost	\$ 2,180	\$ 4,380	\$ 5,115	\$ 4,019	\$ 4,124	\$ 4,991
Interest on the Total OPEB Liability	6,888	5,399	8,905	17,004	18,248	17,434
Benefit Changes	(23,906)	—	—	—	—	—
Differences between Expected and Actual Experience	858	(1,786)	(14,091)	(4,425)	31,459	—
Changes in Assumptions	20,161	(46,087)	(135,163)	(81,032)	(17,565)	(18,998)
Benefit Payments, including member refunds	(14,727)	(15,512)	(18,438)	(20,652)	(23,206)	(22,828)
Net Change in Total OPEB Liability	(8,546)	(53,606)	(153,672)	(85,086)	13,060	(19,401)
Total OPEB Liability - Beginning	199,702	253,308	406,980	492,066	479,006	498,407
Total OPEB Liability - Ending (a)	191,156	199,702	253,308	406,980	492,066	479,006
Plan Fiduciary Net Position						
Contributions - Employer	14,706	15,846	18,551	20,672	23,363	18,590
Contributions - Employee	16,957	17,325	18,296	17,763	17,378	16,480
Net Investment Income	2,509	98	12	920	1,469	790
Benefit Payments, including refunds of employee contributions	(31,684)	(32,838)	(36,734)	(38,413)	(40,584)	(35,031)
Other	—	—	—	(2)	(1)	(172)
Net Change in Plan Fiduciary Net Position	2,488	431	125	940	1,625	657
Plan Fiduciary Net Position - Beginning	39,922	39,491	39,366	38,426	36,801	36,144
Plan Fiduciary Net Position - Ending (b)	42,410	39,922	39,491	39,366	38,426	36,801
Net OPEB Liability - Ending (a) - (b)	\$148,746	\$159,780	\$213,817	\$367,614	\$453,640	\$442,205
Plan Fiduciary Net Position as a Percentage of Total OPEB Liability	22.19 %	19.99 %	15.59 %	9.67 %	7.81 %	7.68 %
Covered-Employee Payroll	\$548,996	\$554,957	\$574,498	\$612,694	\$677,089	\$721,517
Net OPEB Liability as a Percentage of Covered-Employee Payroll	27.09 %	28.76 %	37.22 %	60.00 %	67.00 %	61.29 %

Note: This schedule is ultimately required to show information for ten years. However, until a full ten-year trend is compiled, only the years that information is available will be reported.

STATE OF MISSOURI
SCHEDULE OF PROPORTIONATE SHARE OF THE COLLECTIVE NET OPEB LIABILITY
FISCAL YEARS 2018-2023
(In Thousands of Dollars)

	2023*	2022	2021	2020	2019	2018
Missouri Consolidated Health Care Plan						
State's proportion of the collective net OPEB liability	99.52 %	99.61 %	99.61 %	99.61 %	99.59 %	99.56 %
State's proportionate share of the collective net OPEB liability	\$1,402,070	\$1,699,030	\$1,774,156	\$1,761,801	\$1,745,034	\$1,756,787
State's covered payroll	\$1,594,832	\$1,717,699	\$1,594,758	\$1,605,629	\$1,597,814	\$1,480,735
State's proportionate share of the collective net OPEB liability as a percentage of its covered payroll	87.91 %	98.91 %	111.25 %	109.73 %	109.21 %	118.64 %
Plan fiduciary net position as a percentage of the total OPEB liability	12.12 %	10.14 %	8.24 %	7.31 %	6.90 %	6.64 %
Missouri Consolidated Health Care Plan - CU						
Component Unit's proportion of the collective net OPEB liability	0.04 %	0.04 %	0.04 %	0.04 %	0.05 %	0.03 %
Component Unit's proportionate share of the collective net OPEB liability	\$ 579	\$ 749	\$ 784	\$ 746	\$ 825	\$ 484
Component Unit's covered payroll	\$ 659	\$ 757	\$ 704	\$ 680	\$ 756	\$ 176
Component Unit's proportionate share of the collective net OPEB liability as a percentage of its covered payroll	87.86 %	98.94 %	111.36 %	109.71 %	109.13 %	275.00 %
Plan fiduciary net position as a percentage of the total OPEB liability	12.12 %	10.14 %	8.24 %	7.31 %	6.90 %	6.64 %

*Based on a measurement date of the preceding fiscal year and actuarial valuation as of the July 1, 2022.

Note: This schedule is ultimately required to show information for ten years. However, until a full ten-year trend is compiled, only the years that information is available will be reported.

Notes to the Schedules:

Neither MHPML or CEIP have assets that are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*.

Changes of benefit terms. For MU: The following plan changes were made effective January 1, 2023: Retiree health plan: in-network deductibles were increased and out-of-network out-of-pocket maximums were increased. Healthy savings plan: in-network deductibles and out-of-pocket maximums were increased and network coinsurance was decreased.

Changes of assumptions.

For MCHCP: The discount rate changed from 4.50% to 5.50%, in the July 1, 2022 valuation.

For CEIP: The discount rate changed from 3.54% to 3.65% in the June 30, 2021 valuation.

MHPML: The discount rate changed from 2.16% to 3.54% in the July 1, 2022 valuation.

For MU: Claims and trends for all plans were revised to reflect future expectations. Also, the discount rate used for the valuations was changed from 3.54% to 3.65% in the June 30, 2023 valuation.



***Supplementary Information** includes the Budgetary Comparison Schedule and Reconciliation for the Major Capital Projects Fund (Missouri Road Fund), as well as the Combining and Individual Fund Statements for the General Fund and all Non-Major Funds.*

**STATE OF MISSOURI
SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
MAJOR CAPITAL PROJECTS FUND
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)**

	Missouri Road Fund			
	Original Budget	Final Budget	Actual	Variance with Final Budget
Beginning Budgetary Fund Balance	\$ 1,171,274	\$ 1,171,274	\$ 1,171,274	\$ —
Resources (Inflows):				
Taxes:				
Vehicle Sales and Use	203,468	203,468	216,122	12,654
Fuel	133	133	127	(6)
Total Taxes	203,601	203,601	216,249	12,648
Licenses, Fees, and Permits	94,286	94,286	117,277	22,991
Contributions and Intergovernmental	1,260,666	1,260,666	1,150,757	(109,909)
Interest	26,913	26,913	29,994	3,081
Cost Reimbursement/Miscellaneous	136,114	136,114	162,275	26,161
Bond Sale Proceeds	524,396	524,396	500,000	(24,396)
Transfers In	760,573	760,573	673,324	(87,249)
Total Resources (Inflows)	3,006,549	3,006,549	2,849,876	(156,673)
Amount Available for Appropriation	4,177,823	4,177,823	4,021,150	(156,673)
Charges to Appropriations (Outflows):				
Current:				
Transportation and Law Enforcement	1,091,203	1,097,970	954,412	143,558
Capital Outlay				
Transportation and Law Enforcement	1,533,976	1,543,488	1,341,680	201,808
Debt Service	150,827	151,762	131,919	19,843
Total Charges to Appropriations	2,776,006	2,793,220	2,428,011	365,209
Ending Budgetary Fund Balance	\$ 1,401,817	\$ 1,384,603	\$ 1,593,139	\$ 208,536
Reconciling Items:				
Reclassifying Cash Equivalents as Investments			(1,206,447)	
Investments at Fair Value			1,173,011	
Receivables, Net			143,742	
Inventories			50,230	
Prepaid Items			2,138	
Accounts Payable			(176,331)	
Accrued Payroll			(20,083)	
Due to Other Funds			(268)	
Unearned Revenue			(57,390)	
Advance from Component Unit			(24,396)	
Deferred Inflows of Resources			(10,690)	
Fund Balance - GAAP Basis			\$ 1,466,655	



The Combining and Individual Fund Statements

Major Funds

General Fund - Accounts for all current financial resources not required by law or administrative action to be accounted for in another fund.

Non-Major Funds

This includes all non-major governmental and enterprise funds, as well as the non-major component units. It also includes all internal service and fiduciary funds because the "major fund" classification, created under GASB Statement 34, does not apply to these funds.

A budgetary comparison statement is provided for all non-major governmental funds.

**STATE OF MISSOURI
BALANCE SHEET
GENERAL FUND
June 30, 2023
(In Thousands of Dollars)**

	General Fund		Totals
	General	Federal	June 30, 2023
ASSETS			
Cash and Cash Equivalents	\$ 1,076,486	\$ 650,054	\$ 1,726,540
Investments	6,534,674	4,565,543	11,100,217
Receivables, Net	3,404,236	1,539,271	4,943,507
Inventories	22,498	78,752	101,250
Total Assets	<u>\$ 11,037,894</u>	<u>\$ 6,833,620</u>	<u>\$ 17,871,514</u>
LIABILITIES			
Accounts Payable	\$ 877,586	\$ 1,265,803	\$ 2,143,389
Accrued Payroll	55,515	19,051	74,566
Due to Other Funds	2,389	2,333	4,722
Unearned Revenue	431	2,484,298	2,484,729
Escheat/Unclaimed Property	103,003	—	103,003
Total Liabilities	<u>1,038,924</u>	<u>3,771,485</u>	<u>4,810,409</u>
DEFERRED INFLOWS OF RESOURCES	<u>2,320,290</u>	<u>73,372</u>	<u>2,393,662</u>
FUND BALANCES			
Nonspendable	66,798	78,761	145,559
Restricted	21,443	964,137	985,580
Committed	875,137	—	875,137
Assigned	541,849	—	541,849
Unassigned	6,173,453	1,945,865	8,119,318
Total Fund Balances	<u>7,678,680</u>	<u>2,988,763</u>	<u>10,667,443</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 11,037,894</u>	<u>\$ 6,833,620</u>	<u>\$ 17,871,514</u>

STATE OF MISSOURI
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
GENERAL FUND
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	General Fund			Totals
	General	Federal	Eliminations	June 30, 2023
Revenues:				
Taxes	\$ 13,099,893	\$ —	\$ —	\$ 13,099,893
Licenses, Fees, and Permits	124,083	1,565	—	125,648
Sales	2,522	29	—	2,551
Services	10,376	159,243	—	169,619
Contributions and Intergovernmental	1,808,911	17,301,226	—	19,110,137
Investment Earnings:				
Net Increase (Decrease) in the Fair Value of Investments	(118,853)	(68,992)	—	(187,845)
Interest	295,803	965	—	296,768
Penalties and Unclaimed Properties	109,728	4,650	—	114,378
Cost Reimbursement/Miscellaneous	77,919	139,627	—	217,546
Total Revenues	15,410,382	17,538,313	—	32,948,695
Expenditures:				
Current:				
General Government	1,054,382	425,541	—	1,479,923
Education	4,062,928	2,595,538	—	6,658,466
Natural and Economic Resources	113,437	293,740	—	407,177
Transportation and Law Enforcement	144,055	443,482	—	587,537
Human Services	7,204,583	13,215,274	—	20,419,857
Debt Service:				
Principal	177,675	31,454	—	209,129
Interest	21,694	1,120	—	22,814
Total Expenditures	12,778,754	17,006,149	—	29,784,903
Excess Revenues (Expenditures)	2,631,628	532,164	—	3,163,792
Other Financing Sources (Uses):				
Issuance of Notes/Leases/Financed Purchases	21,546	68,769	—	90,315
Sale of Capital Assets	—	136	—	136
Transfers In	304,926	173,831	(417,820)	60,937
Transfers Out	(1,468,714)	(295,994)	417,820	(1,346,888)
Total Other Financing Sources (Uses)	(1,142,242)	(53,258)	—	(1,195,500)
Net Change in Fund Balances	1,489,386	478,906	—	1,968,292
Fund Balances - Beginning	6,192,730	2,506,716	—	8,699,446
Increase (Decrease) in Reserve for Inventory	(3,436)	3,141	—	(295)
Fund Balances - Ending	\$ 7,678,680	\$ 2,988,763	\$ —	\$ 10,667,443

STATE OF MISSOURI
COMBINING BALANCE SHEET
NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
June 30, 2023
(In Thousands of Dollars)

	Special Revenue	Debt Service	Capital Projects	Permanent	Totals June 30, 2023
ASSETS					
Cash and Cash Equivalents	\$ 185,196	\$ 33,712	\$ 986	\$ 382	\$ 220,276
Investments	786,294	121,411	6,329	69,532	983,566
Receivables, Net	532,495	21,049	17	3	553,564
Due from Other Funds	1,099	—	—	—	1,099
Inventories	7,569	—	—	—	7,569
Total Assets	<u>\$ 1,512,653</u>	<u>\$ 176,172</u>	<u>\$ 7,332</u>	<u>\$ 69,917</u>	<u>\$ 1,766,074</u>
LIABILITIES					
Accounts Payable	\$ 54,707	\$ —	\$ 1,145	\$ —	\$ 55,852
Accrued Payroll	16,701	—	—	—	16,701
Due to Other Funds	1,160	—	—	—	1,160
Unearned Revenue	140	—	—	—	140
Total Liabilities	<u>72,708</u>	<u>—</u>	<u>1,145</u>	<u>—</u>	<u>73,853</u>
DEFERRED INFLOWS OF RESOURCES	<u>303,586</u>	<u>8</u>	<u>8</u>	<u>1</u>	<u>303,603</u>
FUND BALANCES					
Nonspendable	7,569	—	—	69,800	77,369
Restricted	376,030	176,164	6,179	—	558,373
Committed	379,989	—	—	—	379,989
Assigned	372,771	—	—	116	372,887
Total Fund Balances	<u>1,136,359</u>	<u>176,164</u>	<u>6,179</u>	<u>69,916</u>	<u>1,388,618</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 1,512,653</u>	<u>\$ 176,172</u>	<u>\$ 7,332</u>	<u>\$ 69,917</u>	<u>\$ 1,766,074</u>

STATE OF MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR GOVERNMENTAL FUNDS - BY FUND TYPE
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Special Revenue	Debt Service	Capital Projects	Permanent	Totals June 30, 2023
Revenues:					
Taxes	\$ 1,228,602	\$ 224,022	\$ —	\$ —	\$ 1,452,624
Licenses, Fees, and Permits	471,240	—	—	—	471,240
Sales	6,008	—	—	—	6,008
Leases and Rentals	1	—	—	—	1
Services	14,389	—	—	—	14,389
Contributions and Intergovernmental	381,296	3,160	—	—	384,456
Investment Earnings:					
Net Increase (Decrease) in the Fair Value of Investments	(7,573)	698	142	135	(6,598)
Interest	11,031	220	139	13	11,403
Penalties and Unclaimed Properties	75,138	—	—	2,604	77,742
Cost Reimbursement/Miscellaneous	29,800	—	—	—	29,800
Total Revenues	<u>2,209,932</u>	<u>228,100</u>	<u>281</u>	<u>2,752</u>	<u>2,441,065</u>
Expenditures:					
Current:					
General Government	327,311	—	564	—	327,875
Education	2,028	—	—	—	2,028
Natural and Economic Resources	346,619	—	—	—	346,619
Transportation and Law Enforcement	483,999	5	—	—	484,004
Human Services	644,544	—	581	—	645,125
Capital Outlay:					
General Government	—	—	3,685	—	3,685
Human Services	—	—	59	—	59
Debt Service:					
Principal	4,026	150,315	150	—	154,491
Interest	1,367	33,043	—	—	34,410
Total Expenditures	<u>1,809,894</u>	<u>183,363</u>	<u>5,039</u>	<u>—</u>	<u>1,998,296</u>
Excess Revenues (Expenditures)	<u>400,038</u>	<u>44,737</u>	<u>(4,758)</u>	<u>2,752</u>	<u>442,769</u>
Other Financing Sources (Uses):					
Issuance of Notes/Leases/Financed Purchases	5,165	—	—	—	5,165
Proceeds from Sale of Capital Assets	6,471	—	—	—	6,471
Transfers In	279,811	5,000	—	—	284,811
Transfers Out	(649,523)	—	—	—	(649,523)
Total Other Financing Sources (Uses)	<u>(358,076)</u>	<u>5,000</u>	<u>—</u>	<u>—</u>	<u>(353,076)</u>
Net Change in Fund Balances	41,962	49,737	(4,758)	2,752	89,693
Fund Balances - Beginning	1,092,868	126,427	10,937	67,164	1,297,396
Increase (Decrease) in Reserve for Inventory	1,529	—	—	—	1,529
Fund Balances - Ending	<u>\$ 1,136,359</u>	<u>\$ 176,164</u>	<u>\$ 6,179</u>	<u>\$ 69,916</u>	<u>\$ 1,388,618</u>



*The **Special Revenue Funds** account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes. The State has numerous individual Special Revenue Funds. Therefore, the funds have been combined into specific functional areas.*

Non-Major Special Revenue Funds:

Professional Registration - Provides for the control and regulation of various professions. Each profession has its own fund to account for its operation.

Judicial Protection and Assistance - Provides for protection of public employees by the Attorney General's Office, conviction of criminal offenders by prosecuting attorneys and assistance to victims of criminal offenses.

Agriculture and State Fair - Provides for inspections of products, market development, and awards for competition at the State Fair.

Social Assistance - Provides financial, health, and other services to qualifying individuals.

Transportation and Law Enforcement - Provides transportation services, road construction and maintenance, and the enforcement of vehicle laws and traffic safety.

Unemployment and Workers' Compensation - Provides for the administration of these laws and benefits to workers who qualify for workers' compensation.

Reimbursements and Other - Provides various reimbursements of costs to other governments and various regulatory commissions not included in other functional areas.

**STATE OF MISSOURI
COMBINING BALANCE SHEET
NON-MAJOR SPECIAL REVENUE FUNDS
June 30, 2023
(In Thousands of Dollars)**

	Professional Registration	Judicial Protection and Assistance	Agriculture and State Fair	Social Assistance	Transportation and Law Enforcement	Unemployment and Workers' Compensation	Reimbursements and Other	Totals June 30, 2023
ASSETS								
Cash and Cash								
Equivalents	\$ 5,707	\$ 36,366	\$ 5,266	\$ 31,752	\$ 80,365	\$ 11,001	\$ 14,739	\$ 185,196
Investments	40,317	256,888	16,360	223,103	69,558	77,712	102,356	786,294
Receivables, Net	—	1,427	782	306,514	199,621	17,283	6,868	532,495
Due from Other Funds	—	—	—	—	—	1,099	—	1,099
Inventories	12	8	23	1,306	5,956	—	264	7,569
Total Assets	<u>\$ 46,036</u>	<u>\$ 294,689</u>	<u>\$ 22,431</u>	<u>\$ 562,675</u>	<u>\$ 355,500</u>	<u>\$ 107,095</u>	<u>\$ 124,227</u>	<u>\$1,512,653</u>
LIABILITIES								
Accounts Payable	\$ 430	\$ 759	\$ 192	\$ 43,060	\$ 3,895	\$ 2,638	\$ 3,733	\$ 54,707
Accrued Payroll	285	504	329	3,151	8,869	479	3,084	16,701
Due to Other Funds	33	122	17	144	315	405	124	1,160
Unearned Revenue	—	—	—	140	—	—	—	140
Total Liabilities	<u>748</u>	<u>1,385</u>	<u>538</u>	<u>46,495</u>	<u>13,079</u>	<u>3,522</u>	<u>6,941</u>	<u>72,708</u>
DEFERRED INFLOWS OF RESOURCES								
	<u>—</u>	<u>156</u>	<u>39</u>	<u>294,897</u>	<u>4,569</u>	<u>1,300</u>	<u>2,625</u>	<u>303,586</u>
FUND BALANCES								
Nonspendable	12	8	23	1,306	5,956	—	264	7,569
Restricted	—	18,738	12,512	117,095	47,886	102,273	77,526	376,030
Committed	11,906	263,871	389	90,863	602	—	12,358	379,989
Assigned	33,370	10,531	8,930	12,019	283,408	—	24,513	372,771
Total Fund Balances	<u>45,288</u>	<u>293,148</u>	<u>21,854</u>	<u>221,283</u>	<u>337,852</u>	<u>102,273</u>	<u>114,661</u>	<u>1,136,359</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 46,036</u>	<u>\$ 294,689</u>	<u>\$ 22,431</u>	<u>\$ 562,675</u>	<u>\$ 355,500</u>	<u>\$ 107,095</u>	<u>\$ 124,227</u>	<u>\$1,512,653</u>

STATE OF MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Professional Registration	Judicial Protection and Assistance	Agriculture and State Fair	Social Assistance	Transportation and Law Enforcement	Unemployment and Workers' Compensation	Reimbursements and Other	Totals June 30, 2023
Revenues:								
Taxes	\$ 270	\$ —	\$ 4,129	\$ 146,022	\$ 980,624	\$ 97,355	\$ 202	\$ 1,228,602
Licenses, Fees, and Permits	25,321	31,114	13,877	34,170	237,734	—	129,024	471,240
Sales	—	16	4,035	1,246	—	65	646	6,008
Leases and Rentals	—	—	—	—	—	—	1	1
Services	—	1,056	2	13,324	—	—	7	14,389
Contributions and Intergovernmental	—	711	16	377,642	118	—	2,809	381,296
Investment Earnings:								
Net Increase (Decrease) in the Fair Value of Investments	(539)	(788)	(664)	(5,348)	2,540	(1,247)	(1,527)	(7,573)
Interest	—	288	310	3,978	2,302	1,769	2,384	11,031
Penalties and Unclaimed Properties	475	1,270	9	69,175	502	1,253	2,454	75,138
Cost Reimbursement/Miscellaneous	111	1,135	139	1,158	1,112	144	26,001	29,800
Total Revenues	25,638	34,802	21,853	641,367	1,224,932	99,339	162,001	2,209,932
Expenditures:								
Current:								
General Government	241	17,347	249	3,559	277,626	5,837	22,452	327,311
Education	67	—	—	1,068	—	393	500	2,028
Natural and Economic Resources	24,748	85,927	20,524	3,602	—	89,743	122,075	346,619
Transportation and Law Enforcement	—	21,288	—	114,035	296,612	—	52,064	483,999
Human Services	—	332	—	639,545	—	—	4,667	644,544
Debt Service:								
Principal	—	20	47	178	1,966	593	1,222	4,026
Interest	—	6	11	78	1,016	50	206	1,367
Total Expenditures	25,056	124,920	20,831	762,065	577,220	96,616	203,186	1,809,894
Excess Revenues (Expenditures)	582	(90,118)	1,022	(120,698)	647,712	2,723	(41,185)	400,038
Other Financing Sources (Uses):								
Issuance of Notes/Leases/Financed Purchases	—	—	—	300	4,244	317	304	5,165
Proceeds from Sale of Capital Assets	7	32	78	15	6,269	—	70	6,471
Transfers In	19	4,455	—	210,736	1	3,144	61,456	279,811
Transfers Out	(323)	—	—	(12,018)	(628,081)	—	(9,101)	(649,523)
Total Other Financing Sources (Uses)	(297)	4,487	78	199,033	(617,567)	3,461	52,729	(358,076)
Net Change in Fund Balances	285	(85,631)	1,100	78,335	30,145	6,184	11,544	41,962
Fund Balances - Beginning	45,018	378,779	20,751	142,837	306,336	96,089	103,058	1,092,868
Increase (Decrease) in Reserve for Inventory	(15)	—	3	111	1,371	—	59	1,529
Fund Balances - Ending	\$ 45,288	\$ 293,148	\$ 21,854	\$ 221,283	\$ 337,852	\$ 102,273	\$ 114,661	\$ 1,136,359

STATE OF MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
NON-MAJOR SPECIAL REVENUE FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Professional Registration			Judicial Protection and Assistance		
	Budget	Actual	Variance	Budget	Actual	Variance
Revenues:						
Taxes:						
Sales and Use	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Cigarette	—	—	—	—	—	—
Fuel	—	—	—	—	—	—
County Foreign Insurance	—	—	—	—	—	—
Liquor/Wine	—	—	—	—	—	—
Medical Marijuana	—	—	—	—	—	—
Recreational Marijuana	—	—	—	—	—	—
Reimbursement/Miscellaneous	249	270	21	—	—	—
Total Taxes	249	270	21	—	—	—
Licenses, Fees, and Permits	23,400	25,325	1,925	31,436	31,033	(403)
Sales	—	—	—	16	16	—
Leases and Rentals	—	—	—	—	—	—
Services	—	—	—	1,103	1,089	(14)
Contributions and Intergovernmental	—	—	—	2,394	2,363	(31)
Interest	—	—	—	266	263	(3)
Penalties and Unclaimed Property	438	474	36	1,286	1,270	(16)
Cost Reimbursement/ Miscellaneous	103	112	9	1,165	1,149	(16)
Total Revenues	24,190	26,181	1,991	37,666	37,183	(483)
Expenditures:						
Current:						
General Government	50	3	47	22,442	15,706	6,736
Education	151	67	84	—	—	—
Natural and Economic Resources	14,192	11,264	2,928	93,785	85,928	7,857
Transportation and Law Enforcement	—	—	—	37,172	21,926	15,246
Human Services	—	—	—	790	365	425
Debt Service:	—	—	—	—	—	—
Total Expenditures	14,393	11,334	3,059	154,189	123,925	30,264
Excess Revenues (Expenditures)	9,797	14,847	5,050	(116,523)	(86,742)	29,781
Other Financing Sources (Uses):						
Transfers In	332	29	(303)	5,798	4,853	(945)
Transfers Out	(15,901)	(13,855)	2,046	(4,641)	(3,160)	1,481
Total Other Financing Sources (Uses)	(15,569)	(13,826)	1,743	1,157	1,693	536
Net Change in Fund Balances	(5,772)	1,021	6,793	(115,366)	(85,049)	30,317
Fund Balances - Beginning	46,898	46,898	—	390,381	390,381	—
Fund Balances - Ending	\$ 41,126	\$ 47,919	\$ 6,793	\$ 275,015	\$ 305,332	\$ 30,317
Reconciling Items:						
Reclassifying Cash Equivalents as Investments		(42,212)			(268,966)	
Investments at Fair Value		40,317			256,888	
Receivables, Net		—			1,427	
Due from Other Funds		—			—	
Inventories		12			8	
Accounts Payable		(430)			(759)	
Accrued Payroll		(285)			(504)	
Due to Other Funds		(33)			(122)	
Unearned Revenue		—			—	
Deferred Inflows of Resources		—			(156)	
Fund Balance per GAAP		\$ 45,288			\$ 293,148	

Agriculture and State Fair			Social Assistance		
Budget	Actual	Variance	Budget	Actual	Variance
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	48,391	43,553	(4,838)
—	—	—	—	—	—
—	—	—	—	—	—
3,596	4,129	533	—	—	—
—	—	—	17,741	15,967	(1,774)
—	—	—	19,265	17,339	(1,926)
—	—	—	78,560	70,705	(7,855)
3,596	4,129	533	163,957	147,564	(16,393)
12,959	14,882	1,923	38,228	34,406	(3,822)
—	—	—	1,383	1,245	(138)
—	—	—	—	—	—
2	2	—	14,803	13,323	(1,480)
76	87	11	425,564	383,013	(42,551)
162	186	24	3,839	3,455	(384)
8	9	1	76,811	69,131	(7,680)
387	444	57	2,671	2,404	(267)
17,190	19,739	2,549	727,256	654,541	(72,715)
393	82	311	11,656	6,574	5,082
—	—	—	3,218	1,694	1,524
17,531	12,688	4,843	8,996	3,599	5,397
—	—	—	107,851	78,038	29,813
—	—	—	565,634	473,952	91,682
—	—	—	73	62	11
17,924	12,770	5,154	697,428	563,919	133,509
(734)	6,969	7,703	29,828	90,622	60,794
103	78	(25)	325,447	223,794	(101,653)
(6,233)	(5,110)	1,123	(398,419)	(226,932)	171,487
(6,130)	(5,032)	1,098	(72,972)	(3,138)	69,834
(6,864)	1,937	8,801	(43,144)	87,484	130,628
18,202	18,202	—	177,814	177,814	—
\$ 11,338	\$ 20,139	\$ 8,801	\$ 134,670	\$ 265,298	\$ 130,628
	(14,873)			(233,546)	
	16,360			223,103	
	782			306,514	
	—			—	
	23			1,306	
	(192)			(43,060)	
	(329)			(3,151)	
	(17)			(144)	
	—			(140)	
	(39)			(294,897)	
	\$ 21,854			\$ 221,283	

This statement is continued on pages 170-171

	Transportation and Law Enforcement			Unemployment and Workers' Compensation		
	Budget	Actual	Variance	Budget	Actual	Variance
Revenues:						
Taxes:						
Sales and Use	\$ 65,001	\$ 58,576	\$ (6,425)	\$ —	\$ —	\$ —
Cigarette	—	—	—	—	—	—
Fuel	1,005,112	905,755	(99,357)	—	—	—
County Foreign Insurance	—	—	—	—	—	—
Liquor/Wine	—	—	—	—	—	—
Medical Marijuana	—	—	—	—	—	—
Recreational Marijuana	—	—	—	—	—	—
Reimbursement/Miscellaneous	—	—	—	109,795	102,471	(7,324)
Total Taxes	1,070,113	964,331	(105,782)	109,795	102,471	(7,324)
Licenses, Fees, and Permits	267,967	241,478	(26,489)	—	—	—
Sales	6,655	5,997	(658)	70	65	(5)
Leases and Rentals	—	—	—	—	—	—
Services	—	—	—	—	—	—
Contributions and Intergovernmental	1,916	1,727	(189)	1,277	1,192	(85)
Interest	2,435	2,194	(241)	1,693	1,580	(113)
Penalties and Unclaimed Property	557	502	(55)	3,548	3,311	(237)
Cost Reimbursement/ Miscellaneous	1,323	1,192	(131)	338	316	(22)
Total Revenues	1,350,966	1,217,421	(133,545)	116,721	108,935	(7,786)
Expenditures:						
Current:						
General Government	322,501	282,083	40,418	46,775	8,050	38,725
Education	—	—	—	1,215	1,215	—
Natural and Economic Resources	—	—	—	127,156	80,184	46,972
Transportation and Law Enforcement	398,710	310,199	88,511	—	—	—
Human Services	—	—	—	—	—	—
Debt Service:	1,709	1,330	379	—	—	—
Total Expenditures	722,920	593,612	129,308	175,146	89,449	85,697
Excess Revenues (Expenditures)	628,046	623,809	(4,237)	(58,425)	19,486	77,911
Other Financing Sources (Uses):						
Transfers In	818,758	726,260	(92,498)	—	—	—
Transfers Out	(1,571,187)	(1,370,523)	200,664	(11,889)	(10,337)	1,552
Total Other Financing Sources (Uses)	(752,429)	(644,263)	108,166	(11,889)	(10,337)	1,552
Net Change in Fund Balances	(124,383)	(20,454)	103,929	(70,314)	9,149	79,463
Fund Balances - Beginning	167,534	167,534	—	83,218	83,218	—
Fund Balances - Ending	\$ 43,151	\$ 147,080	\$ 103,929	\$ 12,904	\$ 92,367	\$ 79,463
Reconciling Items:						
Reclassifying Cash Equivalents as Investments		(66,715)			(81,366)	
Investments at Fair Value		69,558			77,712	
Receivables, Net		199,621			17,283	
Due from Other Funds		—			1,099	
Inventories		5,956			—	
Accounts Payable		(3,895)			(2,638)	
Accrued Payroll		(8,869)			(479)	
Due to Other Funds		(315)			(405)	
Unearned Revenue		—			—	
Deferred Inflows of Resources		(4,569)			(1,300)	
Fund Balance per GAAP		\$ 337,852			\$ 102,273	

Reimbursements and Other			Totals		
Budget	Actual	Variance	Budget	Actual	Variance
\$ —	\$ —	\$ —	\$ 65,001	\$ 58,576	\$ (6,425)
—	—	—	48,391	43,553	(4,838)
—	—	—	1,005,112	905,755	(99,357)
525	334	(191)	525	334	(191)
—	—	—	3,596	4,129	533
—	—	—	17,741	15,967	(1,774)
—	—	—	19,265	17,339	(1,926)
—	—	—	188,604	173,446	(15,158)
525	334	(191)	1,348,235	1,219,099	(129,136)
202,356	128,808	(73,548)	576,346	475,932	(100,414)
1,043	664	(379)	9,167	7,987	(1,180)
2	1	(1)	2	1	(1)
11	7	(4)	15,919	14,421	(1,498)
3,576	2,276	(1,300)	434,803	390,658	(44,145)
3,379	2,151	(1,228)	11,774	9,829	(1,945)
3,849	2,450	(1,399)	86,497	77,147	(9,350)
37,972	24,171	(13,801)	43,959	29,788	(14,171)
252,713	160,862	(91,851)	2,526,702	2,224,862	(301,840)
49,760	22,010	27,750	453,577	334,508	119,069
500	500	—	5,084	3,476	1,608
119,029	102,267	16,762	380,689	295,930	84,759
107,219	42,680	64,539	650,952	452,843	198,109
8,395	3,580	4,815	574,819	477,897	96,922
69	29	40	1,851	1,421	430
284,972	171,066	113,906	2,066,972	1,566,075	500,897
(32,259)	(10,204)	22,055	459,730	658,787	199,057
94,106	74,014	(20,092)	1,244,544	1,029,028	(215,516)
(103,573)	(55,577)	47,996	(2,111,843)	(1,685,494)	426,349
(9,467)	18,437	27,904	(867,299)	(656,466)	210,833
(41,726)	8,233	49,959	(407,569)	2,321	409,890
113,639	113,639	—	997,686	997,686	—
\$ 71,913	\$ 121,872	\$ 49,959	\$ 590,117	\$ 1,000,007	\$ 409,890
	(107,133)			(814,811)	
	102,356			786,294	
	6,868			532,495	
	—			1,099	
	264			7,569	
	(3,733)			(54,707)	
	(3,084)			(16,701)	
	(124)			(1,160)	
	—			(140)	
	(2,625)			(303,586)	
	\$ 114,661			\$ 1,136,359	

This schedule is continued from page 169.



*The **Debt Service Funds** account for the accumulation of resources for, and the payment of, general long-term debt principal and interest.*

Debt Service Funds:

Water Pollution Control Bond and Interest - Accounts for moneys used to pay the principal of the Water Pollution Control Bonds and the interest thereon.

Fourth State Building Bond and Interest - Accounts for moneys used to pay the principal of the Fourth State Building Bonds and the interest thereon.

Stormwater Control Bond and Interest - Accounts for moneys used to pay the principal of the Stormwater Control Bonds and the interest thereon.

Fulton State Hospital Bond and Interest - Accounts for moneys used to pay the principal of the Fulton State Hospital Bonds and the interest thereon.

Missouri Road Bond - Accounts for moneys used to pay bonds issued by the Highway and Transportation Commission.

**STATE OF MISSOURI
COMBINING BALANCE SHEET
DEBT SERVICE FUNDS
June 30, 2023
(In Thousands of Dollars)**

	Water Pollution Control Bond and Interest	Fourth State Building Bond and Interest	Stormwater Control Bond and Interest	Fulton State Hospital Bond and Interest	Missouri Road Bond	Totals June 30, 2023
ASSETS						
Cash and Cash Equivalents	\$ 24	\$ 7	\$ 3	\$ 1,104	\$ 32,574	\$ 33,712
Investments	152	42	18	7,083	114,116	121,411
Receivables, Net	1	—	—	19	21,029	21,049
Total Assets	<u>\$ 177</u>	<u>\$ 49</u>	<u>\$ 21</u>	<u>\$ 8,206</u>	<u>\$ 167,719</u>	<u>\$ 176,172</u>
DEFERRED INFLOWS OF RESOURCES						
	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 8</u>	<u>\$ —</u>	<u>\$ 8</u>
FUND BALANCES						
Restricted	<u>177</u>	<u>49</u>	<u>21</u>	<u>8,198</u>	<u>167,719</u>	<u>176,164</u>
Total Fund Balances	<u>177</u>	<u>49</u>	<u>21</u>	<u>8,198</u>	<u>167,719</u>	<u>176,164</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 177</u>	<u>\$ 49</u>	<u>\$ 21</u>	<u>\$ 8,206</u>	<u>\$ 167,719</u>	<u>\$ 176,172</u>

Note: There were no liabilities for the fiscal year ended June 30, 2023.

STATE OF MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
DEBT SERVICE FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Water Pollution Control Bond and Interest	Fourth State Building Bond and Interest	Stormwater Control Bond and Interest	Fulton State Hospital Bond and Interest	Missouri Road Bond	Totals June 30, 2023
Revenues:						
Taxes	\$ —	\$ —	\$ —	\$ —	\$ 224,022	\$ 224,022
Contributions and Intergovernmental	—	—	—	—	3,160	3,160
Investment Earnings:						
Net Increase (Decrease) in the Fair Value of Investments	550	61	103	85	(101)	698
Interest	57	7	10	133	13	220
Total Revenues	607	68	113	218	227,094	228,100
Expenditures:						
Current:						
Transportation and Law Enforcement	—	—	—	—	5	5
Debt Service:						
Principal	9,320	1,035	1,735	6,210	132,015	150,315
Interest	233	26	43	2,507	30,234	33,043
Total Expenditures	9,553	1,061	1,778	8,717	162,254	183,363
Excess Revenues (Expenditures)	(8,946)	(993)	(1,665)	(8,499)	64,840	44,737
Other Financing Sources (Uses):						
Transfers In	—	—	—	5,000	—	5,000
Total Other Financing Sources (Uses)	—	—	—	5,000	—	5,000
Net Change in Fund Balances	(8,946)	(993)	(1,665)	(3,499)	64,840	49,737
Fund Balances - Beginning	9,123	1,042	1,686	11,697	102,879	126,427
Fund Balances - Ending	\$ 177	\$ 49	\$ 21	\$ 8,198	\$ 167,719	\$ 176,164

STATE OF MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL DEBT SERVICE FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Water Pollution Control Bond and Interest			Fourth State Building Bond and Interest		
	Budget	Actual	Variance	Budget	Actual	Variance
Revenues:						
Vehicle Sales and Use Tax	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Interest	66	67	1	8	8	—
Total Revenues	66	67	1	8	8	—
Expenditures:						
Debt Service	9,553	9,553	—	1,061	1,061	—
Total Expenditures	9,553	9,553	—	1,061	1,061	—
Excess Revenues (Expenditures)	(9,487)	(9,486)	1	(1,053)	(1,053)	—
Other Financing Sources (Uses):						
Transfers In	—	—	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—	—	—
Net Change in Fund Balances	(9,487)	(9,486)	1	(1,053)	(1,053)	—
Fund Balances - Beginning	9,677	9,677	—	1,106	1,106	—
Fund Balances - Ending	<u>\$ 190</u>	<u>\$ 191</u>	<u>\$ 1</u>	<u>\$ 53</u>	<u>\$ 53</u>	<u>\$ —</u>
Reconciling Items:						
Reclassifying Cash Equivalents						
as Investments		(167)			(46)	
Investments at Fair Value		152			42	
Receivables, Net		1			—	
Deferred Inflows of Resources		—			—	
Fund Balances - GAAP Basis		<u>\$ 177</u>			<u>\$ 49</u>	

Stormwater Control Bond and Interest			Fulton State Hospital Bond and Interest		
Budget	Actual	Variance	Budget	Actual	Variance
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
12	12	—	133	134	1
12	12	—	133	134	1
1,778	1,778	—	12,336	8,718	3,618
1,778	1,778	—	12,336	8,718	3,618
(1,766)	(1,766)	—	(12,203)	(8,584)	3,619
—	—	—	12,330	5,000	(7,330)
—	—	—	12,330	5,000	(7,330)
(1,766)	(1,766)	—	127	(3,584)	(3,711)
1,789	1,789	—	12,408	12,408	—
\$ 23	\$ 23	\$ —	\$ 12,535	\$ 8,824	\$ (3,711)
	(20)			(7,720)	
	18			7,083	
	—			19	
	—			(8)	
	\$ 21			\$ 8,198	

This statement is continued on page 178.

	Missouri Road Bond			Totals		
	Budget	Actual	Variance	Budget	Actual	Variance
Revenues:						
Vehicle Sales and Use Tax	\$ 209,061	\$ 222,044	\$ 12,983	\$ 209,061	\$ 222,044	\$ 12,983
Interest	3,196	3,485	289	3,415	3,706	291
Total Revenues	212,257	225,529	13,272	212,476	225,750	13,274
Expenditures:						
Debt Service	201,260	159,081	42,179	225,988	180,191	45,797
Total Expenditures	201,260	159,081	42,179	225,988	180,191	45,797
Excess Revenues (Expenditures)	10,997	66,448	55,451	(13,512)	45,559	59,071
Other Financing Sources (Uses):						
Transfers In	—	—	—	12,330	5,000	(7,330)
Total Other Financing Sources (Uses)	—	—	—	12,330	5,000	(7,330)
Net Change in Fund Balances	10,997	66,448	55,451	(1,182)	50,559	51,741
Fund Balances - Beginning	88,528	88,528	—	113,508	113,508	—
Fund Balances - Ending	<u>\$ 99,525</u>	<u>\$ 154,976</u>	<u>\$ 55,451</u>	<u>\$ 112,326</u>	<u>\$ 164,067</u>	<u>\$ 51,741</u>
Reconciling Items:						
Reclassifying Cash Equivalents						
as Investments		(122,402)			(130,355)	
Investments at Fair Value		114,116			121,411	
Receivables, Net		21,029			21,049	
Deferred Inflows of Resources		—			(8)	
Fund Balances - GAAP Basis		<u>\$ 167,719</u>			<u>\$ 176,164</u>	

This statement is continued from page 177.



*The **Capital Projects Funds** account for financial resources to be used for the acquisition or construction of major capital facilities.*

Non-Major Capital Projects Funds:

Board of Public Buildings - Accounts for bond sale proceeds to be used for renovating state buildings and structures.

Fulton State Hospital - Accounts for proceeds from the sale of bonds to be used for the completion of the design and construction of the replacement for Fulton State Hospital.

STATE OF MISSOURI
COMBINING BALANCE SHEET
NON-MAJOR CAPITAL PROJECTS FUNDS
June 30, 2023
(In Thousands of Dollars)

	Board of Public Buildings	Fulton State Hospital	Totals June 30, 2023
ASSETS			
Cash and Cash Equivalents	\$ 737	\$ 249	\$ 986
Investments	4,728	1,601	6,329
Receivables, Net	13	4	17
Total Assets	<u>\$ 5,478</u>	<u>\$ 1,854</u>	<u>\$ 7,332</u>
LIABILITIES			
Accounts Payable	\$ 564	\$ 581	\$ 1,145
Total Liabilities	<u>564</u>	<u>581</u>	<u>1,145</u>
DEFERRED INFLOWS OF RESOURCES	<u>6</u>	<u>2</u>	<u>8</u>
FUND BALANCES			
Restricted	<u>4,908</u>	<u>1,271</u>	<u>6,179</u>
Total Fund Balances	<u>4,908</u>	<u>1,271</u>	<u>6,179</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 5,478</u>	<u>\$ 1,854</u>	<u>\$ 7,332</u>

STATE OF MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NON-MAJOR CAPITAL PROJECTS FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Board of Public Buildings	Fulton State Hospital	Totals <hr/> June 30, 2023
Revenues:			
Investment Earnings:			
Net Increase (Decrease) in the Fair Value of Investments	\$ 168	\$ (26)	\$ 142
Interest	111	28	139
Total Revenues	<hr/> 279	<hr/> 2	<hr/> 281
Expenditures:			
Current:			
General Government	564	—	564
Human Services	—	581	581
Capital Outlay:			
General Government	3,685	—	3,685
Human Services	—	59	59
Debt Service:			
Principal	150	—	150
Total Expenditures	<hr/> 4,399	<hr/> 640	<hr/> 5,039
Excess Revenues (Expenditures)	<hr/> (4,120)	<hr/> (638)	<hr/> (4,758)
Net Change in Fund Balances	(4,120)	(638)	(4,758)
Fund Balances - Beginning	<hr/> 9,028	<hr/> 1,909	<hr/> 10,937
Fund Balances - Ending	<hr/> <hr/> \$ 4,908	<hr/> <hr/> \$ 1,271	<hr/> <hr/> \$ 6,179

STATE OF MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL
NON-MAJOR CAPITAL PROJECT FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Board of Public Buildings			Fulton State Hospital		
	Budget	Actual	Variance	Budget	Actual	Variance
Revenues:						
Interest	\$ 115	\$ 114	\$ (1)	\$ 28	\$ 27	\$ (1)
Total Revenues	115	114	(1)	28	27	(1)
Expenditures:						
Capital Outlays:						
General Government	4,800	4,220	580	—	—	—
Human Services	—	—	—	59	59	—
Debt Service	170	149	21	—	—	—
Total Expenditures	4,970	4,369	601	59	59	—
Excess Revenues (Expenditures)	(4,855)	(4,255)	600	(31)	(32)	(1)
Net Changes in Fund Balances	(4,855)	(4,255)	600	(31)	(32)	(1)
Fund Balances - Beginning	10,145	10,145	—	2,025	2,025	—
Fund Balances - Ending	<u>\$ 5,290</u>	<u>\$ 5,890</u>	<u>\$ 600</u>	<u>\$ 1,994</u>	<u>\$ 1,993</u>	<u>\$ (1)</u>
Reconciling Items:						
Reclassifying Cash Equivalents as Investments		(5,153)			(1,744)	
Investments at Fair Value		4,728			1,601	
Receivables, Net		13			4	
Account Payable		(564)			(581)	
Deferred Inflows of Resources		(6)			(2)	
Fund Balance - GAAP Basis		<u>\$ 4,908</u>			<u>\$ 1,271</u>	

Total		
Budget	Actual	Variance
\$ 143	\$ 141	\$ (2)
143	141	(2)
4,800	4,220	580
59	59	—
170	149	21
5,029	4,428	601
(4,886)	(4,287)	599
(4,886)	(4,287)	599
12,170	12,170	—
\$ 7,284	\$ 7,883	\$ 599
	(6,897)	
	6,329	
	17	
	(1,145)	
	(8)	
	\$ 6,179	



*The **Permanent Funds** account for resources that are legally restricted to the extent that only earnings, and not principal, may be used for purposes that support the government's programs.*

Permanent Funds:

Arrow Rock State Historic Site Endowment - Accounts for moneys transferred from the State Parks Earnings Fund, as well as other moneys or property received by grant, gift, donation, or bequest specified for the enhancement of the Arrow Rock State Historic Site.

Confederate Memorial Park - Accounts for the income from investments acquired by gifts, donations, and bequests to be used for the maintenance of the Confederate Memorial Park.

State Public School - Accounts for all moneys, bonds, lands, and other properties belonging to or donated to the State for public school use in establishing and maintaining free public schools.

Smith Memorial Endowment Trust - Accounts for moneys bequeathed for the use and benefit of the Crippled Children's Service.

**STATE OF MISSOURI
COMBINING BALANCE SHEET
PERMANENT FUNDS
June 30, 2023
(In Thousands of Dollars)**

	Arrow Rock State Historic Site Endowment	Confederate Memorial Park	State Public School	Smith Memorial Endowment Trust	Totals June 30, 2023
ASSETS					
Cash and Cash Equivalents	\$ 4	\$ 23	\$ 309	\$ 46	\$ 382
Investments	26	161	69,021	324	69,532
Receivables, Net	—	1	—	2	3
Total Assets	<u>\$ 30</u>	<u>\$ 185</u>	<u>\$ 69,330</u>	<u>\$ 372</u>	<u>\$ 69,917</u>
DEFERRED INFLOWS OF RESOURCES	<u>—</u>	<u>—</u>	<u>—</u>	<u>1</u>	<u>1</u>
FUND BALANCES					
Nonspendable	\$ 30	\$ 75	\$ 69,330	\$ 365	\$ 69,800
Assigned	—	110	—	6	116
Total Fund Balances	<u>30</u>	<u>185</u>	<u>69,330</u>	<u>371</u>	<u>69,916</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 30</u>	<u>\$ 185</u>	<u>\$ 69,330</u>	<u>\$ 372</u>	<u>\$ 69,917</u>

Note: There were no liabilities for the fiscal year ended June 30, 2023.

STATE OF MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
PERMANENT FUNDS

For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Arrow Rock State Historic Site Endowment	Confederate Memorial Park	State Public School	Smith Memorial Endowment Trust	Totals June 30, 2023
Revenues:					
Investment Earnings:					
Net Increase (Decrease) in the Fair Value of Investments	\$ (1)	\$ (2)	\$ 142	\$ (4)	\$ 135
Interest	1	4	—	8	13
Penalties and Unclaimed Properties	—	—	2,604	—	2,604
Total Revenues	—	2	2,746	4	2,752
Net Change in Fund Balances	—	2	2,746	4	2,752
Fund Balances - Beginning	30	183	66,584	367	67,164
Fund Balances - Ending	<u>\$ 30</u>	<u>\$ 185</u>	<u>\$ 69,330</u>	<u>\$ 371</u>	<u>\$ 69,916</u>

NOTE: There were no expenditures for the fiscal year ended June 30, 2023.

STATE OF MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET (NON-GAAP BUDGETARY BASIS) AND ACTUAL PERMANENT FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Arrow Rock State Historic Site Endowment			Confederate Memorial Park		
	Budget	Actual	Variance	Budget	Actual	Variance
Revenues:						
Interest	\$ 1	\$ 1	\$ —	\$ 2	\$ 3	\$ 1
Penalties and Unclaimed Property	—	—	—	—	—	—
Reimbursement/Miscellaneous	—	—	—	—	—	—
Total Revenues	1	1	—	2	3	1
Expenditures:						
Current:						
Human Services	—	—	—	—	—	—
Total Expenditures	—	—	—	—	—	—
Excess Revenues (Expenditures)	1	1	—	2	3	1
Other Financing Sources (Uses):						
Transfers In	—	—	—	—	—	—
Total Other Financing Sources (Uses)	—	—	—	—	—	—
Net Changes in Fund Balances	1	1	—	2	3	1
Fund Balances - Beginning	30	30	—	189	189	—
Fund Balances - Ending	\$ 31	\$ 31	\$ —	\$ 191	\$ 192	\$ 1
Reconciling Items:						
Reclassifying Cash Equivalents as Investments		(27)			(169)	
Investments at Fair Value		26			161	
Receivable, Net		—			1	
Deferred Inflows of Resources		—			—	
Fund Balance - GAAP Basis		\$ 30			\$ 185	

State Public School			Smith Memorial Endowment Trust		
Budget	Actual	Variance	Budget	Actual	Variance
\$ —	\$ —	\$ —	\$ 1	\$ 8	\$ 7
15	12	(3)	—	—	—
2,712	2,189	(523)	—	—	—
2,727	2,201	(526)	1	8	7
—	—	—	10	—	10
—	—	—	10	—	10
2,727	2,201	(526)	(9)	8	17
3,000	2,591	(409)	—	—	—
3,000	2,591	(409)	—	—	—
5,727	4,792	(935)	(9)	8	17
59,334	59,334	—	377	377	—
\$ 65,061	\$ 64,126	\$ (935)	\$ 368	\$ 385	\$ 17
	(63,817)			(339)	
	69,021			324	
	—			2	
	—			(1)	
	\$ 69,330			\$ 371	

This statement is continued on page 191.

	Totals		
	Budget	Actual	Variance
Revenues:			
Interest	\$ 4	\$ 12	\$ 8
Penalties and Unclaimed Property	15	\$ 12	(3)
Reimbursement/Miscellaneous	2,712	2,189	(523)
Total Revenues	2,731	2,213	(518)
Expenditures:			
Current:			
Human Services	10	—	10
Total Expenditures	10	—	10
Excess Revenues (Expenditures)	2,721	2,213	(508)
Other Financing Sources (Uses):			
Transfers In	3,000	2,591	(409)
Total Other Financing Sources (Uses)	3,000	2,591	(409)
Net Changes in Fund Balances	5,721	4,804	(917)
Fund Balances - Beginning	59,930	59,930	—
Fund Balances - Ending	\$ 65,651	\$ 64,734	\$ (917)
Reconciling Items:			
Reclassifying Cash Equivalents as Investments		(64,352)	
Investments at Fair Value		69,532	
Receivable, Net		3	
Deferred Inflows of Resources		(1)	
Fund Balance - GAAP Basis		\$ 69,916	

This statement is continued from page 190.



*The **Enterprise Funds** account for operations that are financed and operated in a manner similar to private business enterprises.*

Non-Major Enterprise Funds:

State Fair Fees - Accounts for the fairground admission fees used to improve the grounds and to pay the operating costs of the State Fair.

State Parks - Accounts for park concessions and contributions which are used to acquire and operate state parks.

Natural Resources Revolving Services - Accounts for moneys received from the delivery of services and the sale or resale of maps, plats, reports, studies, records, and other publications and documents.

Historic Preservation Revolving - Accounts for gifts, grants, and contributions used to acquire, preserve, restore, maintain, or operate any historical properties.

Petroleum Storage Tank Insurance - Accounts for moneys collected from transport load fees and participating owners of petroleum storage tanks for cleanup of contamination caused by releases from petroleum storage tanks.

State Agency for Surplus Property - Accounts for the surplus property operation.

Department of Revenue Information - Accounts for fees received by the Department of Revenue for publications and used to pay the costs of providing this information.

Inmate Canteen - Accounts for sales of the canteen or commissary which is used to improve offender recreational, religious, or education services.

STATE OF MISSOURI
COMBINING STATEMENT OF NET POSITION
NON-MAJOR ENTERPRISE FUNDS
June 30, 2023
(In Thousands of Dollars)

	State Fair Fees	State Parks	Natural Resources Revolving Services
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 258	\$ 10,338	\$ 163
Investments	1,822	68,280	1,150
Receivables, Net	4,723	301	—
Due from Other Funds	9	16	34
Inventories	6	773	5
Total Current Assets	<u>6,818</u>	<u>79,708</u>	<u>1,352</u>
Non-Current Assets:			
Receivables, Net	209	376	—
Capital Assets:			
Non Depreciable Capital Assets	63	39,006	—
Capital Assets being depreciated/amortized	1,675	120,728	18,814
Less Accumulated Depreciation/Amortization	(1,128)	(57,954)	(13,301)
Total Non-Current Assets	<u>819</u>	<u>102,156</u>	<u>5,513</u>
Total Assets	<u>7,637</u>	<u>181,864</u>	<u>6,865</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>252</u>	<u>899</u>	<u>126</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	21	643	36
Accrued Interest Payable	—	300	—
Accrued Payroll	31	60	6
Due to Other Funds	2	5	1
Unearned Revenue	—	—	—
Claims Liability	—	—	—
Obligations Under Right-to-Use Assets	—	53	—
Compensated Absences	21	110	17
Bonds Payable	—	2,620	—
Total Current Liabilities	<u>75</u>	<u>3,791</u>	<u>60</u>
Non-Current Liabilities:			
Claims Liability	—	—	—
Obligations Under Right-to-Use Assets	—	171	—
Compensated Absences	—	30	—
Asset Retirement Obligations	—	—	2
Net OPEB Liability	240	1,356	11
Net Pension Liability	1,248	4,720	296
Bonds Payable	—	52,350	—
Discount on Bonds Payable	—	(97)	—
Total Non-Current Liabilities	<u>1,488</u>	<u>58,530</u>	<u>309</u>
Total Liabilities	<u>1,563</u>	<u>62,321</u>	<u>369</u>
DEFERRED INFLOWS OF RESOURCES	<u>320</u>	<u>797</u>	<u>57</u>
NET POSITION			
Net Investment in Capital Assets	610	46,586	5,513
Unrestricted	5,396	73,059	1,052
Total Net Position	<u>\$ 6,006</u>	<u>\$ 119,645</u>	<u>\$ 6,565</u>

Historic Preservation Revolving	Petroleum Storage Tank Insurance	State Agency For Surplus Property	Department of Revenue Information	Inmate Canteen	Totals
					June 30, 2023
\$ 306	\$ 6,638	\$ 153	\$ 131	\$ 368	\$ 18,355
2,163	37,834	1,079	931	2,599	115,858
58	2,379	50	13	25	7,549
—	—	—	—	—	59
—	—	—	—	4,703	5,487
2,527	46,851	1,282	1,075	7,695	147,308
—	—	—	—	—	585
—	—	—	—	—	39,069
588	220	3,391	27	1,839	147,282
(298)	(199)	(2,729)	(27)	(912)	(76,548)
290	21	662	—	927	110,388
2,817	46,872	1,944	1,075	8,622	257,696
122	927	354	—	1,419	4,099
4	269	10	—	1,307	2,290
—	—	—	—	—	300
8	60	27	—	93	285
—	2	—	—	3	13
—	480	—	—	—	480
—	11,000	—	—	—	11,000
18	4	—	—	13	88
17	154	48	—	162	529
—	—	—	—	—	2,620
47	11,969	85	—	1,578	17,605
—	78,492	—	—	—	78,492
60	—	—	—	17	248
—	—	—	—	—	30
—	—	—	—	—	2
126	605	539	—	—	2,877
532	3,628	2,202	—	3,363	15,989
—	—	—	—	—	52,350
—	—	—	—	—	(97)
718	82,725	2,741	—	3,380	149,891
765	94,694	2,826	—	4,958	167,496
54	423	157	—	642	2,450
212	17	662	—	897	54,497
1,908	(47,335)	(1,347)	1,075	3,544	37,352
\$ 2,120	\$ (47,318)	\$ (685)	\$ 1,075	\$ 4,441	\$ 91,849

STATE OF MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
NON-MAJOR ENTERPRISE FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	State Fair Fees	State Parks	Natural Resources Revolving Services
Operating Revenues:			
Licenses, Fees, and Permits	\$ 7,459	\$ 8,854	\$ 61
Sales	—	888	198
Leases and Rentals	1,798	3,624	—
Cost Reimbursement/Miscellaneous	76	64	3
Total Operating Revenues	<u>9,333</u>	<u>13,430</u>	<u>262</u>
Operating Expenses:			
Cost of Goods Sold	—	—	681
Personal Service	1,751	2,488	354
Operations	3,193	6,746	267
Specific Programs	34	8	—
Depreciation/Amortization	57	4,314	1,151
Other Charges	260	92	38
Total Operating Expenses	<u>5,295</u>	<u>13,648</u>	<u>2,491</u>
Operating Income (Loss)	<u>4,038</u>	<u>(218)</u>	<u>(2,229)</u>
Non-Operating Revenues (Expenses):			
Contributions and Intergovernmental	157	3,675	1,510
Interest Expense	—	(1,212)	(11)
Investment Earnings:			
Net Increase (Decrease) in the Fair Value of Investments	(23)	(1,068)	4
Interest	45	1,470	—
Penalties and Unclaimed Properties	—	4	—
Disposal of Capital Assets	—	29	72
Total Non-Operating Revenues (Expenses)	<u>179</u>	<u>2,898</u>	<u>1,575</u>
Income (Loss) Before Transfers	<u>4,217</u>	<u>2,680</u>	<u>(654)</u>
Transfers In	—	—	—
Transfers Out	—	—	—
Change in Net Position	<u>4,217</u>	<u>2,680</u>	<u>(654)</u>
Total Net Position - Beginning	<u>1,789</u>	<u>116,965</u>	<u>7,219</u>
Total Net Position - Ending	<u>\$ 6,006</u>	<u>\$ 119,645</u>	<u>\$ 6,565</u>

Historic Preservation Revolving	Petroleum Storage Tank Insurance	State Agency For Surplus Property	Department of Revenue Information	Inmate Canteen	Totals June 30, 2023
\$ —	\$ 18,511	\$ —	\$ —	\$ —	\$ 34,885
—	—	1,088	513	26,360	29,047
—	—	—	—	—	5,422
—	—	104	—	1,517	1,764
—	18,511	1,192	513	27,877	71,118
—	—	97	—	20,114	20,892
342	2,886	1,044	—	4,075	12,940
73	3,595	278	8	4,300	18,460
—	10,343	—	—	—	10,385
29	32	100	—	321	6,004
7	—	6	—	452	855
451	16,856	1,525	8	29,262	69,536
(451)	1,655	(333)	505	(1,385)	1,582
—	—	—	—	32	5,374
(3)	(1)	—	—	(12)	(1,239)
(55)	(3,026)	(15)	(26)	30	(4,179)
56	1,085	32	—	131	2,819
—	—	—	—	—	4
—	—	242	—	14	357
(2)	(1,942)	259	(26)	195	3,136
(453)	(287)	(74)	479	(1,190)	4,718
1,314	—	—	—	—	1,314
—	—	(30)	—	—	(30)
861	(287)	(104)	479	(1,190)	6,002
1,259	(47,031)	(581)	596	5,631	85,847
\$ 2,120	\$ (47,318)	\$ (685)	\$ 1,075	\$ 4,441	\$ 91,849

STATE OF MISSOURI
COMBINING STATEMENT OF CASH FLOWS
NON-MAJOR ENTERPRISE FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	State Fair Fees	State Parks	Natural Resources Revolving Services
Cash Flows from Operating Activities:			
Receipts from Internal Customers and Users	\$ 100	\$ —	\$ —
Receipts from External Customers and Users	4,821	13,368	259
Payments to Suppliers	(3,186)	(6,846)	(963)
Payments to Employees	(1,716)	(2,329)	(330)
Payments Made for Program Expense	(34)	(8)	—
Other Receipts	76	64	3
Other Payments	(260)	(92)	(38)
Net Cash Provided (Used) by Operating Activities	<u>(199)</u>	<u>4,157</u>	<u>(1,069)</u>
Cash Flows from Non-Capital Financing Activities:			
Loans Made to Outside Entities	—	—	—
Due to Other Funds	2	1	(7)
Due from Other Funds	(2)	(5)	171
Contributions and Intergovernmental	157	3,675	1,510
Transfers to Other Funds	—	—	—
Transfers from Other Funds	—	—	—
Net Cash Provided (Used) by Non-Capital Financing Activities	<u>157</u>	<u>3,671</u>	<u>1,674</u>
Cash Flows from Capital and Related Financing Activities:			
Interest Expense	—	(1,215)	(11)
Purchases and Construction of Capital Assets	—	(4,894)	(1,240)
Right-to-Use Asset Downpayment/Obligations	—	(53)	—
Bond Repayment	—	(2,605)	—
Disposal of Capital Assets	—	—	—
Net Cash Provided (Used) by Capital and Related Financing	<u>—</u>	<u>(8,767)</u>	<u>(1,251)</u>
Cash Flows from Investing Activities:			
Proceeds from Investment Maturities	—	—	100
Purchase of Investments	(504)	(3,627)	—
Interest and Dividends Received	38	1,335	—
Penalties and Other Receipts	—	4	—
Net Cash Provided (Used) by Investing Activities	<u>(466)</u>	<u>(2,288)</u>	<u>100</u>
Net Increase (Decrease) in Cash	(508)	(3,227)	(546)
Cash and Cash Equivalents, Beginning of Year	766	13,565	709
Cash and Cash Equivalents, End of Year	<u>\$ 258</u>	<u>\$ 10,338</u>	<u>\$ 163</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:			
Operating Income (Loss)	\$ 4,038	\$ (218)	\$ (2,229)
Depreciation/Amortization Expense	57	4,314	1,151
Changes in Assets and Liabilities:			
Accounts Receivable	(4,547)	18	—
Inventories	(1)	(18)	—
Deferred Outflows of Resources	(22)	(159)	(29)
Accounts Payable	8	(82)	(15)
Accrued Payroll	(5)	4	(2)
Unearned Revenue	—	—	—
Claims Liability	—	—	—
Compensated Absences	(4)	(10)	3
Discount on Bonds Payable	—	8	—
Net OPEB Liability	(51)	(244)	(36)
Net Pension Liability	291	957	128
Deferred Inflows of Resources	37	(413)	(40)
Net Cash Provided (Used) by Operating Activities	<u>\$ (199)</u>	<u>\$ 4,157</u>	<u>\$ (1,069)</u>
Non-Cash Financing and Investing Activities:			
Increase (Decrease) in Fair Value of Investments	\$ (23)	\$ (1,068)	\$ 4
Net Non-Cash Financing and Investing Activities	<u>\$ (23)</u>	<u>\$ (1,068)</u>	<u>\$ 4</u>

Historic Preservation Revolving	Petroleum Storage Tank Insurance	State Agency for Surplus Property	Department of Revenue Information	Inmate Canteen	Totals June 30, 2023
\$ —	\$ —	\$ 137	\$ —	\$ 1	\$ 238
—	18,308	908	510	26,359	64,533
(74)	(3,754)	(374)	(8)	(25,587)	(40,792)
(323)	(2,776)	(977)	—	(3,789)	(12,240)
—	(10,067)	—	—	—	(10,109)
—	—	104	—	1,517	1,764
(7)	—	(6)	—	(452)	(855)
(404)	1,711	(208)	502	(1,951)	2,539
22	—	—	—	—	22
—	(2)	—	—	2	(4)
—	—	—	—	—	164
—	—	—	—	32	5,374
—	—	(30)	—	—	(30)
1,314	—	—	—	—	1,314
1,336	(2)	(30)	—	34	6,840
(3)	(1)	—	—	(12)	(1,242)
(1)	(2)	—	—	(349)	(6,486)
(16)	(28)	—	—	(15)	(112)
—	—	—	—	—	(2,605)
—	—	243	—	—	243
(20)	(31)	243	—	(376)	(10,202)
—	—	—	—	679	779
(1,221)	(11,720)	(321)	(582)	—	(17,975)
45	907	27	—	116	2,468
—	—	—	—	—	4
(1,176)	(10,813)	(294)	(582)	795	(14,724)
(264)	(9,135)	(289)	(80)	(1,498)	(15,547)
570	15,773	442	211	1,866	33,902
\$ 306	\$ 6,638	\$ 153	\$ 131	\$ 368	\$ 18,355
\$ (451)	\$ 1,655	\$ (333)	\$ 505	\$ (1,385)	\$ 1,582
29	32	100	—	321	6,004
—	(186)	(43)	(3)	—	(4,761)
—	—	—	—	(783)	(802)
(23)	(193)	(15)	—	(122)	(563)
(1)	(159)	1	—	(390)	(638)
(1)	(12)	3	—	2	(11)
—	(17)	—	—	—	(17)
—	276	—	—	—	276
—	(41)	(1)	—	12	(41)
—	—	—	—	—	8
(31)	(252)	(76)	—	(306)	(996)
131	971	419	—	1,645	4,542
(57)	(363)	(263)	—	(945)	(2,044)
\$ (404)	\$ 1,711	\$ (208)	\$ 502	\$ (1,951)	\$ 2,539
\$ (55)	\$ (3,026)	\$ (15)	\$ (26)	\$ 30	\$ (4,179)
\$ (55)	\$ (3,026)	\$ (15)	\$ (26)	\$ 30	\$ (4,179)



*The **Internal Service Funds** account for the financing of goods or services provided by one department or agency to other departments or agencies of the State on a cost-reimbursement basis.*

Internal Service Funds:

Natural Resources Cost Allocation - Accounts for the administrative costs of the Department of Natural Resources.

Mental Health Interagency Payments - Accounts for moneys received through interagency agreements for services provided by other agencies.

State Facility Maintenance and Operation - Accounts for moneys collected from tenants for rent to cover the costs of operations in state-owned office buildings and institutions, charges to tenants in leased space to cover costs of real estate administrative services, and charges to capital improvement projects to cover the costs of project management services.

Office of Administration Revolving - Accounts for the following operations: printing services, flight operations, vehicle management, garage services, data processing and telecommunication services, building and grounds, insurance services, postage, and personnel administration.

Working Capital Revolving - Accounts for the operation of correctional industry programs and correctional farm programs.

General Government Revolving - Accounts for various service operations of the House of Representatives, Supreme Court, Adjutant General, Senate, Treasurer, and Department of Corrections.

Social Services Administrative Trust - Accounts for moneys transferred or paid to the Department of Social Services from any governmental entity or the public for goods and services provided.

Economic Development Administrative - Accounts for moneys collected for goods and services provided to other divisions and used to pay the cost of providing such services.

Professional Registration Fees - Accounts for moneys received from the professional boards for administrative services.

Conservation Employees' Insurance Plan - Accounts for health insurance coverage on a self-insured basis and life insurance coverage by a third party provider for Department of Conservation employees.

Transportation Self-Insurance Plan - Accounts for highway and highway patrol moneys used to pay workers' compensation claims. Moneys are also used to pay auto claims against the Department of Transportation.

Missouri State Employees' Insurance Plan - Accounts for long-term disability and death benefits provided on a self-insured basis for state employees.

Missouri Consolidated Health Care Plan - Accounts for medical care benefits provided on a self-insured basis for active state employees.

MoDOT and MSHP Medical and Life Insurance Plan - Accounts for the medical coverage provided on a self-insured basis and death benefits provided on an insured basis to Department of Transportation employees and members of the Missouri State Highway Patrol.

STATE OF MISSOURI
COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS
June 30, 2023
(In Thousands of Dollars)

	Natural Resources Cost Allocation	Mental Health Interagency Payments	State Facility Maintenance and Operation	Office of Administration Revolving	Working Capital Revolving	General Government Revolving
ASSETS						
Current Assets:						
Cash and Cash Equivalents	\$ 203	\$ 49	\$ 621	\$ 2,452	\$ 1,278	\$ 578
Investments	632	344	4,383	29,589	9,025	4,085
Receivables, Net	—	—	—	4,871	290	49,540
Due from Other Funds	—	28	1	6,048	220	8
Due from Component Units	—	—	—	1	—	—
Inventories	—	—	800	1,524	9,469	—
Prepaid Items	—	—	—	—	—	—
Total Current Assets	835	421	5,805	44,485	20,282	54,211
Non-Current Assets:						
Investments	—	—	—	—	—	—
Restricted Assets:						
Cash and Cash Equivalents	—	—	—	1,741	—	—
Investments	—	—	—	—	—	—
Receivables, Net	—	—	—	446	77	—
Capital Assets:						
Non Depreciable Capital Assets	263	—	8,309	187	41	—
Capital Assets being depreciated/amortized	8,980	1,553	502,824	164,399	24,041	9,965
Less Accumulated Depreciation/Amortization	(8,154)	(1,552)	(284,541)	(132,223)	(22,213)	(9,834)
Total Non-Current Assets	1,089	1	226,592	34,550	1,946	131
Total Assets	1,924	422	232,397	79,035	22,228	54,342
DEFERRED OUTFLOWS OF RESOURCES	4,481	—	13,670	8,527	3,296	9
LIABILITIES						
Current Liabilities:						
Accounts Payable	119	84	2,005	2,793	105	527
Accrued Payroll	284	2	1,014	619	217	1
Due to Other Funds	81	—	92	—	—	69
Unearned Revenue	—	—	—	201	—	—
Claims Liability	—	—	—	—	—	—
Obligations under Financed Purchases	9	—	1,919	2,594	—	—
Obligations Under Right-to-Use Assets	80	—	218	3,529	15	—
Compensated Absences	509	—	1,743	986	485	—
Total Current Liabilities	1,082	86	6,991	10,722	822	597
Non-Current Liabilities:						
Claims Liability	—	—	—	—	—	—
Obligations under Financed Purchases	—	—	15,180	4,815	—	—
Obligations Under Right-to-Use Assets	179	—	661	2,292	—	—
Compensated Absences	274	—	304	323	—	1
Net OPEB Liability	5,375	—	17,960	6,900	5,750	838
Net Pension Liability	22,505	—	65,869	37,547	21,969	1,549
Total Non-Current Liabilities	28,333	—	99,974	51,877	27,719	2,388
Total Liabilities	29,415	86	106,965	62,599	28,541	2,985
DEFERRED INFLOWS OF RESOURCES	2,063	—	6,072	4,524	1,617	4
NET POSITION						
Net Investment in Capital Assets	821	1	208,614	19,133	1,854	131
Restricted for:						
Other Purposes	—	—	—	1,734	—	—
Unrestricted	(25,894)	335	(75,584)	(428)	(6,488)	51,231
Total Net Position	\$ (25,073)	\$ 336	\$ 133,030	\$ 20,439	\$ (4,634)	\$ 51,362

Social Services Administrative Trust	Economic Development Administrative	Professional Registration Fees	Conservation Employees' Insurance Plan	Transportation Self-Insurance Plan	Missouri State Employees' Insurance Plan	Missouri Consolidated Health Care Plan	MoDOT & MSHP Medical and Life Insurance Plan	Totals June 30, 2023
\$ 2	\$ 18	\$ 102	\$ 774	\$ 11,903	\$ 3,321	\$ 225,985	\$ 11,226	\$ 258,512
18	128	713	4,386	12,793	—	99,401	5,760	171,257
—	—	—	1,075	208	969	27,771	3,705	88,429
13	—	—	—	—	—	—	—	6,318
—	—	—	—	—	—	—	—	1
79	1	10	—	—	—	—	—	11,883
—	—	—	—	—	—	254	—	254
112	147	825	6,235	24,904	4,290	353,411	20,691	536,654
—	—	—	—	73,968	—	—	37,151	111,119
—	—	—	—	—	—	—	—	1,741
—	—	—	—	200	—	—	—	200
—	—	—	—	—	—	—	—	523
—	—	38	—	—	—	—	—	8,838
80	135	3,971	—	—	—	4,700	—	720,648
(80)	(130)	(3,031)	—	—	—	(2,421)	—	(464,179)
—	5	978	—	74,168	—	2,279	37,151	378,890
112	152	1,803	6,235	99,072	4,290	355,690	57,842	915,544
2	383	2,743	—	—	—	1,990	—	35,101
18	86	108	12	23	4,077	3,511	58	13,526
—	30	198	—	—	—	—	—	2,365
—	6	40	—	—	—	616	—	904
—	—	—	42	—	—	19,173	7,659	27,075
—	—	—	3,032	26,028	—	45,634	8,300	82,994
—	—	—	—	—	—	—	—	4,522
—	—	76	—	—	—	804	—	4,722
—	49	306	—	—	—	13	—	4,091
18	171	728	3,086	26,051	4,077	69,751	16,017	140,199
—	—	—	—	54,898	—	—	—	54,898
—	—	—	—	—	—	—	—	19,995
—	2	—	—	—	—	1,136	—	4,270
—	2	141	—	—	—	348	—	1,393
—	886	2,592	—	—	—	—	—	40,301
3	3,095	12,446	—	—	—	10,489	—	175,472
3	3,985	15,179	—	54,898	—	11,973	—	296,329
21	4,156	15,907	3,086	80,949	4,077	81,724	16,017	436,528
1	174	1,224	—	—	—	25	—	15,704
—	3	902	—	—	—	339	—	231,798
—	—	—	—	200	—	—	—	1,934
92	(3,798)	(13,487)	3,149	17,923	213	275,592	41,825	264,681
\$ 92	\$ (3,795)	\$ (12,585)	\$ 3,149	\$ 18,123	\$ 213	\$ 275,931	\$ 41,825	\$ 498,413

STATE OF MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Natural Resources Cost Allocation	Mental Health Interagency Payments	State Facility Maintenance and Operation	Office of Administration Revolving	Working Capital Revolving	General Government Revolving
Operating Revenues:						
Employer Contributions	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Employee Contributions	—	—	—	—	—	—
Medicare Part D Subsidy	—	—	—	—	—	—
Licenses, Fees, and Permits	—	—	—	—	—	7,004
Sales	—	—	—	—	27,304	4
Leases and Rentals	—	—	76,552	319	30	11
Charges for Services	13,660	8,360	501	111,502	—	116
Cost Reimbursement/Miscellaneous	62	—	28	1,663	7	15
Total Operating Revenues	13,722	8,360	77,081	113,484	27,341	7,150
Operating Expenses:						
Cost of Goods Sold	—	—	—	11,582	13,245	—
Personal Service	11,693	2	39,076	23,412	9,299	34
Operations	2,499	—	37,384	51,253	1,441	6,338
Specific Programs	3	9,467	25	—	4	3,717
Insurance Benefits	—	—	—	—	—	—
Depreciation/Amortization	550	—	12,049	20,441	786	19
Other Charges	102	—	147	85	1,135	84
Total Operating Expenses	14,847	9,469	88,681	106,773	25,910	10,192
Operating Income (Loss)	(1,125)	(1,109)	(11,600)	6,711	1,431	(3,042)
Non-Operating Revenues (Expenses):						
Contributions and Intergovernmental	—	—	75	—	—	—
Interest Expense	(10)	—	(575)	(336)	(5)	—
Investment Earnings:						
Net Increase (Decrease) in the Fair Value of Investments	5	26	(38)	(347)	(165)	(57)
Interest	—	—	—	696	4	—
Penalties and Unclaimed Properties	—	—	—	—	—	—
Disposal of Capital Assets	—	—	20	158	6	2
Total Non-Operating Revenues (Expenses)	(5)	26	(518)	171	(160)	(55)
Income (Loss) Before Transfers	(1,130)	(1,083)	(12,118)	6,882	1,271	(3,097)
Transfers In	—	—	19	—	1	2,600
Transfers Out	—	—	(2)	(8,429)	—	—
Change in Net Position	(1,130)	(1,083)	(12,101)	(1,547)	1,272	(497)
Total Net Position - Beginning	(23,943)	1,419	145,131	21,986	(5,906)	51,859
Total Net Position - Ending	\$ (25,073)	\$ 336	\$ 133,030	\$ 20,439	\$ (4,634)	\$ 51,362

Social Services Administrative Trust Fund	Economic Development Administrative	Professional Registration Fees	Conservation Employees' Insurance Plan	Transportation Self-Insurance Plan	Missouri State Employees' Insurance Plan	Missouri Consolidated Health Care Plan	MoDOT & MSHP Medical and Life Insurance Plan	Totals June 30, 2023
\$ —	\$ —	\$ —	\$ 14,321	\$ 17,400	\$ 14,444	\$ 419,867	\$ 88,234	\$ 554,266
—	—	—	6,237	—	17,312	72,409	40,412	136,370
—	—	—	146	—	—	—	5,259	5,405
—	—	—	—	—	—	—	—	7,004
—	—	—	—	—	—	—	—	27,308
—	—	—	—	—	—	—	—	76,912
390	1,005	9,653	—	—	—	—	—	145,187
1	97	4	5,056	265	480	64,207	6,804	78,689
391	1,102	9,657	25,760	17,665	32,236	556,483	140,709	1,031,141
—	—	—	—	—	—	—	—	24,827
5	1,010	7,807	—	—	225	3,740	—	96,303
426	213	1,599	1,970	1,180	255	890	8,168	113,616
—	—	—	—	—	31,755	—	—	44,971
—	—	—	26,254	21,260	—	486,414	139,502	673,430
—	3	277	—	—	—	873	—	34,998
—	6	228	26	—	—	10,566	—	12,379
431	1,232	9,911	28,250	22,440	32,235	502,483	147,670	1,000,524
(40)	(130)	(254)	(2,490)	(4,775)	1	54,000	(6,961)	30,617
—	—	—	—	—	—	—	—	75
—	—	(4)	—	—	—	—	—	(930)
2	(2)	(21)	(121)	(1,618)	—	—	(877)	(3,213)
—	—	—	125	1,865	87	9,490	1,120	13,387
—	—	8	—	—	—	—	—	8
—	—	—	—	—	—	—	—	186
2	(2)	(17)	4	247	87	9,490	243	9,513
(38)	(132)	(271)	(2,486)	(4,528)	88	63,490	(6,718)	40,130
—	—	53	—	—	—	—	—	2,673
—	—	(19)	—	—	—	—	—	(8,450)
(38)	(132)	(237)	(2,486)	(4,528)	88	63,490	(6,718)	34,353
130	(3,663)	(12,348)	5,635	22,651	125	212,441	48,543	464,060
\$ 92	\$ (3,795)	\$ (12,585)	\$ 3,149	\$ 18,123	\$ 213	\$ 275,931	\$ 41,825	\$ 498,413

STATE OF MISSOURI
COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Natural Resources Cost Allocation	Mental Health Interagency Payments	State Facility Maintenance and Operation	Office of Administration and Revolving	Working Capital Revolving	General Government Revolving
Cash Flows from Operating Activities:						
Receipts from Internal Customers and Users	\$ 13,660	\$ 8,360	\$ 77,048	\$ 102,368	\$ 21,163	\$ 79
Receipts from External Customers and Users	—	—	5	8,853	6,157	7,743
Payments to Suppliers	(2,611)	41	(37,078)	(62,336)	(15,392)	(6,279)
Payments to Employees	(10,766)	—	(36,500)	(21,834)	(8,637)	(31)
Payments Made for Program Expense	(3)	(9,467)	(25)	—	(4)	(3,717)
Other Receipts	62	—	28	1,663	7	15
Other Payments	(102)	—	(147)	(85)	(1,135)	(84)
Net Cash Provided (Used) by Operating Activities	240	(1,066)	3,331	28,629	2,159	(2,274)
Cash Flows from Non-Capital Financing Activities:						
Due to Other Funds	10	—	34	—	—	(62)
Due from Other Funds	—	29	1	688	(124)	(1)
Contributions and Intergovernmental	—	—	75	—	—	—
Transfers to Other Funds	—	—	(3)	(8,429)	—	—
Transfers from Other Funds	—	—	—	—	1	2,600
Net Cash Provided (Used) by Non-Capital Financing Activities	10	29	107	(7,741)	(123)	2,537
Cash Flows from Capital and Related Financing Activities:						
Interest Expense	(10)	—	(575)	(336)	(5)	—
Purchases and Construction of Capital Assets	(341)	—	(1,501)	(8,553)	—	(72)
Right-to-Use Asset Downpayment/Obligations	(146)	24	(101)	(9,636)	(271)	—
Financed Purchase Downpayment/Obligations	(91)	—	(1,866)	(3,883)	—	—
Disposal of Capital Assets	—	(24)	—	—	2	—
Net Cash Provided (Used) by Capital and Related Financing Activities	(588)	—	(4,043)	(22,408)	(274)	(72)
Cash Flows from Investing Activities:						
Proceeds from Sales and Investment Maturities	124	575	—	—	—	—
Purchase of Investments	—	—	(828)	(7,621)	(3,652)	(1,261)
Interest and Dividends Received	—	—	—	577	4	—
Investment Fees	—	—	—	—	—	—
Penalties and Other Receipts	—	—	—	—	—	—
Net Cash Provided (Used) by Investing Activities	124	575	(828)	(7,044)	(3,648)	(1,261)
Net Increase (Decrease) in Cash	(214)	(462)	(1,433)	(8,564)	(1,886)	(1,070)
Cash and Cash Equivalents, Beginning of Year	417	511	2,054	12,757	3,164	1,648
Cash and Cash Equivalents, End of Year	<u>\$ 203</u>	<u>\$ 49</u>	<u>\$ 621</u>	<u>\$ 4,193</u>	<u>\$ 1,278</u>	<u>\$ 578</u>
Reconciliation of Operating Income (Loss) of Net Cash Provided (Used) by Operating Activities:						
Operating Income (Loss)	\$ (1,125)	\$ (1,109)	\$ (11,600)	\$ 6,711	\$ 1,431	\$ (3,042)
Depreciation/Amortization Expense	550	—	12,049	20,441	786	19
Changes in Assets and Liabilities:						
Accounts Receivable	—	—	—	(331)	14	687
Inventories	—	—	—	(13)	(743)	2
Deferred Outflows of Resources	(719)	—	(2,607)	(1,697)	(82)	10
Prepaid Items	—	—	—	—	—	—
Accounts Payable	(112)	41	306	512	37	57
Accrued Payroll	(16)	2	157	49	4	1
Unearned Revenue	—	—	—	50	—	—
Claims Liability	—	—	—	—	—	—
Compensated Absences	127	—	168	115	39	1
Net OPEB Liability	(1,172)	—	(3,423)	(2,191)	(734)	1
Net Pension Liability	4,831	—	14,726	9,093	3,920	19
Deferred Inflows of Resources	(2,124)	—	(6,445)	(4,110)	(2,513)	(29)
Net Cash Provided (Used) by Operating Activities	<u>\$ 240</u>	<u>\$ (1,066)</u>	<u>\$ 3,331</u>	<u>\$ 28,629</u>	<u>\$ 2,159</u>	<u>\$ (2,274)</u>
Non-Cash Financing and Investing Activities:						
Lease, SBITA, and Financed Purchase Issuance	\$ 49	\$ 24	\$ —	\$ 11,857	\$ —	\$ —
Increase (Decrease) in Fair Value of Investments	5	26	(38)	(347)	(165)	(57)
Net Non-Cash Financing and Investing Activities	<u>\$ 54</u>	<u>\$ 50</u>	<u>\$ (38)</u>	<u>\$ 11,510</u>	<u>\$ (165)</u>	<u>\$ (57)</u>

Social Services Administrative Trust	Economic Development Administrative	Professional Registration Fees	Conservation Employees' Insurance Plan	Transportation Self-Insurance Plan	Missouri State Employees' Insurance Plan	Missouri Consolidated Health Care Plan	MoDOT & MSHP Medical and Life Insurance Plan	Totals June 30, 2023
\$ 387	\$ 808	\$ —	\$ 14,287	\$ 17,400	\$ —	\$ 417,873	\$ 88,234	\$ 761,667
3	197	9,653	6,244	—	31,661	72,409	43,081	186,006
(453)	(137)	(1,573)	(1,974)	(1,224)	38	(10,119)	(8,167)	(147,264)
(7)	(932)	(7,285)	—	—	(225)	(3,343)	—	(89,560)
—	—	—	(27,802)	(21,061)	(31,755)	(492,683)	(141,802)	(728,319)
1	97	4	5,056	265	480	64,207	6,804	78,689
—	(6)	(228)	(26)	—	—	(10,566)	—	(12,379)
(69)	27	571	(4,215)	(4,620)	199	37,778	(11,850)	48,840
—	1	9	—	—	—	(8,243)	—	(8,251)
8	1	—	—	—	—	—	—	602
—	—	—	—	—	—	—	—	75
—	—	(19)	—	—	—	—	—	(8,451)
—	—	53	—	—	—	—	—	2,654
8	2	43	—	—	—	(8,243)	—	(13,371)
—	—	(4)	—	—	—	—	—	(930)
—	(2)	(129)	—	—	—	(46)	—	(10,644)
—	(1)	(73)	—	—	—	—	—	(10,204)
—	—	—	—	—	—	—	—	(5,840)
—	—	—	—	—	—	(760)	—	(782)
—	(3)	(206)	—	—	—	(806)	—	(28,400)
34	—	—	1,083	20,695	—	—	14,130	36,641
—	(52)	(467)	—	(14,576)	—	(3,817)	(720)	(32,994)
—	—	—	125	1,938	87	9,490	1,174	13,395
—	—	—	—	(86)	—	—	(49)	(135)
—	—	8	—	—	—	—	—	8
34	(52)	(459)	1,208	7,971	87	5,673	14,535	16,915
(27)	(26)	(51)	(3,007)	3,351	286	34,402	2,685	23,984
29	44	153	3,781	8,552	3,035	191,583	8,541	236,269
\$ 2	\$ 18	\$ 102	\$ 774	\$ 11,903	\$ 3,321	\$ 225,985	\$ 11,226	\$ 260,253
\$ (40)	\$ (130)	\$ (254)	\$ (2,490)	\$ (4,775)	\$ 1	\$ 54,000	\$ (6,961)	\$ 30,617
—	3	277	—	—	—	873	—	34,998
—	—	—	(139)	—	(95)	(902)	(1,220)	(1,986)
(26)	—	2	—	—	—	—	—	(778)
(1)	(42)	(512)	—	—	—	(620)	—	(6,270)
—	—	—	—	—	—	(58)	—	(58)
(1)	76	24	(4)	(44)	293	(9,171)	1	(7,985)
—	6	13	—	—	—	—	—	216
—	—	—	(34)	—	—	(1,092)	(1,370)	(2,446)
—	—	—	(1,548)	199	—	(6,269)	(2,300)	(9,918)
(3)	7	53	—	—	—	56	—	563
—	(92)	(686)	—	—	—	—	—	(8,297)
2	434	2,958	—	—	—	2,534	—	38,517
—	(235)	(1,304)	—	—	—	(1,573)	—	(18,333)
\$ (69)	\$ 27	\$ 571	\$ (4,215)	\$ (4,620)	\$ 199	\$ 37,778	\$ (11,850)	\$ 48,840
\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 1,612	\$ —	\$ 13,542
2	(2)	(21)	(121)	(1,618)	—	—	(877)	(3,213)
\$ 2	\$ (2)	\$ (21)	\$ (121)	\$ (1,618)	\$ —	\$ 1,612	\$ (877)	\$ 10,329



*The **Fiduciary Funds** account for assets held by the State in a trustee or custodial capacity.*

Pension (and Other Employee Benefit) Trust Funds:

Missouri State Employees' Retirement System:

Missouri State Employees' Plan - Accounts for retirement, survivor, and disability benefits paid to employees of the State who are not covered under another state-sponsored retirement plan.

Judicial Plan - Accounts for retirement, survivor, and disability benefits to judges in the State of Missouri.

Missouri Department of Transportation and Highway Patrol Employees' Retirement System - Accounts for retirement, survivor, and disability benefits paid to Department of Transportation employees and members of the Missouri State Highway Patrol.

Missouri Consolidated Health Care Plan State Retiree Welfare Benefit Trust - Accounts for health and welfare benefits paid for the exclusive benefit of current and future retired employees of the State who are not covered under another state-sponsored other post-employment benefit plan.

Missouri State Public Employees' Deferred Compensation Incentive (IRC 401a) Plan - Accounts for retirement benefits paid to employees of the State.

Missouri State Public Employees' Deferred Compensation (IRC 457) Plan - Accounts for deposits from State employees, which are invested for the benefit of the employees until properly authorized to distribute.

Private-Purpose Trust Funds:

Alternative Care Trust - Accounts for all moneys received and spent by the Division of Family Services on behalf of children in their custody.

Unclaimed Property - Accounts for moneys unpaid or unclaimed within one year after final settlement of any executor or administrator, assignee, sheriff or receiver and all unclaimed deposits, dividends, and interest of banks unable to locate the owners.

Custodial Funds:

Program - Accounts for the receipt of various taxes, refundable deposits, and other moneys to be held until the State has the right or obligation to distribute them to various entities or individuals.

Institution - Accounts for deposits to various institutional accounts and other receipts held by the State until there is proper authorization to disburse them directly to others.

STATE OF MISSOURI
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS
June 30, 2023
(In Thousands of Dollars)

	Missouri State Employees' Retirement System		Missouri Department of Transportation and Highway Patrol Employees' Retirement System	Missouri Consolidated Health Care Plan State Retiree Welfare Benefit Trust	Missouri State Public Employees' Deferred Compensation		Totals
	Missouri State Employees' Plan	Judicial Plan			401 (a) Plan	457 Plan	June 30, 2023
ASSETS							
Cash and Cash Equivalents	\$ 10,855	\$ —	\$ 591	\$ 2,850	\$ 876	\$ 1,491	\$ 16,663
Investments at Fair Value	11,944,502	262,944	3,266,927	182,342	636,116	2,081,835	18,374,666
Invested Securities Lending Collateral	—	—	18,946	—	—	—	18,946
Receivables, net	780,717	20,059	43,231	28,842	60	185	873,094
Due From Other Funds	—	—	—	616	—	—	616
Capital Assets:							
Non Depreciable Capital Assets	11,953	—	188	—	—	—	12,141
Capital Assets being Depreciated/Amortized	8,431	—	4,192	—	—	—	12,623
Less Accumulated Depreciation/Amortization	(5,236)	—	(3,844)	—	—	—	(9,080)
Total Capital Assets, Net	15,148	—	536	—	—	—	15,684
Total Assets	12,751,222	283,003	3,330,231	214,650	637,052	2,083,511	19,299,669
DEFERRED OUTFLOWS OF RESOURCES							
	1,055	23	398	—	28	83	1,587
LIABILITIES							
Accounts Payable	658,992	14,983	27,037	374	28	86	701,500
Obligations under Repurchase Agreements	3,526,290	77,630	—	—	—	—	3,603,920
Securities Lending Obligation	—	—	19,284	—	—	—	19,284
Unearned Revenue	—	—	—	6,241	—	—	6,241
Claims Liability	—	—	—	8,253	—	—	8,253
Compensated Absences	699	15	254	—	—	—	968
Obligations Under Right-to-Use Assets	782	—	—	—	—	—	782
Net OPEB Liability	5,513	122	1,929	—	144	435	8,143
Total Liabilities	4,192,276	92,750	48,504	14,868	172	521	4,349,091
DEFERRED INFLOWS OF RESOURCES							
	2,208	49	497	—	58	174	2,986
Net Position Restricted for Pension Benefits, OPEB, and Deferred Compensation	\$ 8,557,793	\$ 190,227	\$ 3,281,628	\$ 199,782	\$ 636,850	\$ 2,082,899	\$ 14,949,179

STATE OF MISSOURI
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PENSION (AND OTHER EMPLOYEE BENEFIT) TRUST FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Missouri State Employees' Retirement System		Missouri Department of Transportation and Highway Patrol Employees' Retirement System	Missouri Consolidated Health Care Plan State Retiree Welfare Benefit Trust	Missouri State Public Employees' Deferred Compensation		Totals
	Missouri State Employees' Plan	Judicial Plan			401 (a) Plan	457 Plan	June 30, 2023
Additions:							
Contributions:							
Employer	\$ 1,080,661	\$ 39,065	\$ 232,814	\$ 74,830	\$ 23,973	\$ —	\$ 1,451,343
Plan Member	50,079	1,747	6,838	42,272	—	83,632	184,568
Other	3,573	—	4,610	74,832	716	55,307	139,038
Total Contributions	1,134,313	40,812	244,262	191,934	24,689	138,939	1,774,949
Investment Earnings:							
Increase (Decrease) in Appreciation of Assets	479,771	10,735	181,764	—	30,040	148,369	850,679
Interest and Dividends	108,837	2,394	115,235	9,202	12,424	39,892	287,984
Securities Lending Income	—	—	900	—	—	—	900
Other Income	(273,917)	(6,018)	—	—	—	—	(279,935)
Total Investment Earnings	314,691	7,111	297,899	9,202	42,464	188,261	859,628
Less Investment Expenses:							
Investment Activity Expense	(137,092)	(2,945)	(32,438)	—	—	—	(172,475)
Securities Lending Expense	—	—	(704)	—	—	—	(704)
Total Investment Expense	(137,092)	(2,945)	(33,142)	—	—	—	(173,179)
Net Investment Earnings (Loss)	177,599	4,166	264,757	9,202	42,464	188,261	686,449
Cost Reimbursement/ Miscellaneous	1	—	2	—	535	1,657	2,195
Total Additions	1,311,913	44,978	509,021	201,136	67,688	328,857	2,463,593
Deductions:							
Benefits	979,071	45,109	289,056	186,631	43,881	—	1,543,748
Administrative Expenses	10,985	91	5,506	9,006	548	2,456	28,592
Program Distributions	7,981	—	—	—	—	126,831	134,812
Inactive-vested Buyout Payments	72	—	—	—	—	—	72
Service Transfer Payments	4,426	—	—	—	—	—	4,426
Depreciation/Amortization	—	—	24	—	—	—	24
Total Deductions	1,002,535	45,200	294,586	195,637	44,429	129,287	1,711,674
Change in Net Position	309,378	(222)	214,435	5,499	23,259	199,570	751,919
Net Position - Beginning of Year	8,248,415	190,449	3,067,193	194,283	613,591	1,883,329	14,197,260
Net Position - End of Year	\$ 8,557,793	\$ 190,227	\$ 3,281,628	\$ 199,782	\$ 636,850	\$ 2,082,899	\$ 14,949,179

STATE OF MISSOURI
COMBINING STATEMENT OF FIDUCIARY NET POSITION
PRIVATE-PURPOSE TRUST FUNDS
June 30, 2023
(In Thousands of Dollars)

	Alternative Care Trust	Unclaimed Property	Totals June 30, 2023
ASSETS			
Cash and Cash Equivalents	\$ 645	\$ 7,398	\$ 8,043
Investments at Fair Value	4,550	52,260	56,810
Assets Held in Escheat	—	20,818	20,818
Receivables, net	116	—	116
Inventories	—	2	2
Capital Assets:			
Capital Assets being Depreciated/Amortized	—	195	195
Less: Accumulated Depreciation/Amortization	—	(188)	(188)
Total Capital Assets, Net	—	7	7
Total Assets	5,311	80,485	85,796
DEFERRED OUTFLOWS OF RESOURCES			
	—	392	392
LIABILITIES			
Accounts Payable	713	8	721
Accrued Payroll	—	25	25
Compensated Absences	—	54	54
Net OPEB Liability	—	430	430
Net Pension Liability	—	1,855	1,855
Total Liabilities	713	2,372	3,085
DEFERRED INFLOWS OF RESOURCES			
	—	179	179
NET POSITION			
Net Position Restricted for Other Purposes	\$ 4,598	\$ 78,326	\$ 82,924

STATE OF MISSOURI
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
PRIVATE-PURPOSE TRUST FUNDS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Alternative Care Trust	Unclaimed Property	Totals June 30, 2023
Additions:			
Increase (Decrease) in Appreciation of Assets	\$ (101)	\$ (6,426)	\$ (6,527)
Interest	113	1	114
Total Investment Earnings	12	(6,425)	(6,413)
Unclaimed Property	—	81,471	81,471
Cost Reimbursement/Miscellaneous	11,699	(1)	11,698
Total Additions	11,711	75,045	86,756
Deductions:			
Administrative Expenses	—	2,658	2,658
Program Distributions	9,853	52,472	62,325
Depreciation/Amortization	—	7	7
Total Deductions	9,853	55,137	64,990
Change in Net Position	1,858	19,908	21,766
Net Position - Beginning	2,740	58,418	61,158
Net Position - Ending	\$ 4,598	\$ 78,326	\$ 82,924

STATE OF MISSOURI
COMBINING STATEMENT OF FIDUCIARY NET POSITION
CUSTODIAL FUNDS
June 30, 2023
(In Thousands of Dollars)

	Program	Institution	Totals June 30, 2023
ASSETS			
Cash and Cash Equivalents	\$ 20,558	\$ 18,229	\$ 38,787
Investments at Fair Value	905,977	11	905,988
Receivable, net	862,719	—	862,719
Total Assets	1,789,254	18,240	1,807,494
LIABILITIES			
Accounts Payable	8	1	9
Due to Other Governments	4,567	—	4,567
Unearned Revenue	705	—	705
Total Liabilities	5,280	1	5,281
NET POSITION			
Net Position Restricted for Individuals, Organizations, and Other Governments	\$ 1,783,974	\$ 18,239	\$ 1,802,213

STATE OF MISSOURI
COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
CUSTODIAL FUNDS

For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Program	Institution	Totals June 30, 2023
Additions:			
Contributions	\$ 3,264,484	\$ 86,605	\$ 3,351,089
Taxes	6,227,055	—	6,227,055
License, Fees, Permits	129,271	—	129,271
Investment Earnings:			
Increase (Decrease) in Appreciation of Assets	(2,123)	(1)	(2,124)
Interest	19,626	1	19,627
Investment Expense	165	—	165
Net Investment Earnings (Loss)	17,668	—	17,668
Penalties and Unclaimed Property	388	—	388
Cost Reimbursement/Miscellaneous	24,922	—	24,922
Total Additions	9,663,788	86,605	9,750,393
Deductions:			
Administrative Expenses	102,544	—	102,544
Distributions to Other Entities/Individuals	3,281,613	90,336	3,371,949
Distributions to Other Governments	6,081,182	—	6,081,182
Total Deductions	9,465,339	90,336	9,555,675
Change in Net Position	198,449	(3,731)	194,718
Net Position - Beginning	1,585,525	21,970	1,607,495
Net Position - Ending	\$ 1,783,974	\$ 18,239	\$ 1,802,213



*The **Component Units** account for all transactions relating to legally separate entities which, for reporting purposes, are a part of the State.*

Non-Major Component Units:

Missouri Development Finance Board - Accounts for moneys from bond proceeds, gifts, and grants to make loans for industrial development.

Missouri Agricultural and Small Business Development Authority - Accounts for moneys from bond proceeds, gifts, and grants to make loans for property acquisitions/renovations and pollution control facilities.

Missouri Transportation Finance Corporation - Accounts for moneys from federal, state or local sources, and from bond proceeds to be used for projects approved by the Missouri Highways and Transportation Commission.

Missouri Wine and Grape Board - Accounts for moneys derived from the privilege of selling wine to be used for marketing development in developing programs for growing, selling, and marketing of grape products grown in Missouri.

State Environmental Improvement Energy Resources Authority - Accounts for moneys derived from the issuance of revenue bonds and notes to finance, acquire, construct and equip projects for the purpose of reducing, preventing or controlling pollution and to provide for the development of energy resources of the State of Missouri.

STATE OF MISSOURI
COMBINING STATEMENT OF NET POSITION
NON-MAJOR COMPONENT UNITS
June 30, 2023
(In Thousands of Dollars)

	Missouri Development Finance Board	Missouri Agricultural and Small Business Development Authority	Missouri Transportation Finance Corporation	Missouri Wine and Grape Board	State Environmental Improvement Energy Resources Authority	Totals June 30, 2023
ASSETS						
Current Assets:						
Cash and Cash Equivalents	\$ 18,634	\$ 929	\$ 42,191	\$ 27	\$ 1,079	\$ 62,860
Investments	25,877	250	8,877	188	1,412	36,604
Receivables, Net	1,649	108	507	3	120	2,387
Inventories	—	—	—	1	—	1
Restricted Assets:						
Cash and Cash Equivalents	—	3,942	—	—	—	3,942
Investments	—	4,283	—	—	—	4,283
Receivables, net	—	3	14,499	—	—	14,502
Prepaid Items	304	—	—	—	5	309
Total Current Assets	46,464	9,515	66,074	219	2,616	124,888
Non-Current Assets:						
Investments	—	—	14,575	—	—	14,575
Advance to Primary Government	—	—	24,396	—	—	24,396
Receivables, net	28,488	2,208	—	—	—	30,696
Restricted Assets:						
Cash and Cash Equivalents	3,053	—	—	—	—	3,053
Investments	19,994	—	—	—	—	19,994
Receivables, net	—	—	11,488	—	—	11,488
Capital Assets:						
Non Depreciable Capital Assets	7,273	—	—	—	—	7,273
Capital Assets being Depreciated/ Amortized	81,797	62	—	40	260	82,159
Less Accumulated Depreciation/ Amortization	(32,671)	(46)	—	(38)	(124)	(32,879)
Total Non-Current Assets	107,934	2,224	50,459	2	136	160,755
Total Assets	154,398	11,739	116,533	221	2,752	285,643
DEFERRED OUTFLOWS OF RESOURCES	260	63	—	260	232	815
LIABILITIES						
Current Liabilities:						
Accounts Payable	103	21	8	22	6	160
Accrued Payroll	—	—	—	11	—	11
Interest Payable	46	—	—	—	—	46
Due to Primary Government	—	—	—	1	—	1
Obligations Under Right-to-Use Assets	74	—	—	—	39	113
Compensated Absences	10	15	—	25	50	100
Bonds/Notes/Financed Purchase Payable	585	—	—	—	—	585
Total Current Liabilities	818	36	8	59	95	1,016
Non-Current Liabilities:						
Unearned Revenue	613	—	—	—	—	613
Deposits and Reserves	17,331	—	—	—	—	17,331
Obligations Under Right-to-Use Assets	44	—	—	—	96	140
Compensated Absences	5	—	—	8	—	13
Bonds/Notes/Financed Purchase Payable	11,299	—	—	—	—	11,299
Net OPEB Liability	—	147	—	249	183	579
Net Pension Liability	1,705	365	—	1,035	816	3,921
Total Non-Current Liabilities	30,997	512	—	1,292	1,095	33,896
Total Liabilities	31,815	548	8	1,351	1,190	34,912
DEFERRED INFLOWS OF RESOURCES	5,422	183	—	120	212	5,937
NET POSITION						
Net Investment in Capital Assets	44,397	16	—	2	1	44,416
Restricted for:						
Other Purposes	6,733	8,228	83,022	—	969	98,952
Unrestricted	66,291	2,827	33,503	(992)	612	102,241
Total Net Position	\$ 117,421	\$ 11,071	\$ 116,525	\$ (990)	\$ 1,582	\$ 245,609

STATE OF MISSOURI
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
NON-MAJOR COMPONENT UNITS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Missouri Development Finance Board	Missouri Agricultural and Small Business Development Authority	Missouri Transportation Finance Corporation	Missouri Wine and Grape Board	State Environmental Improvement Energy Resources Authority	Totals June 30, 2023
Operating Revenues:						
Licenses, Fees, and Permits	\$ 1,959	\$ 361	\$ —	\$ 8	\$ 335	\$ 2,663
Interest on Receivables	988	—	789	—	—	1,777
Interest on Lease Receivables	258	—	—	—	—	258
Leases and Rentals	5,619	—	—	—	—	5,619
Cost Reimbursement/Miscellaneous	11	—	—	—	10	21
Total Operating Revenues	8,835	361	789	8	345	10,338
Operating Expenses:						
Personal Service	695	158	86	511	641	2,091
Operations	2,438	45	12	1,569	158	4,222
Specific Programs	—	1,497	—	—	388	1,885
Depreciation/Amortization	2,363	9	—	—	39	2,411
Other Charges	57	—	—	36	—	93
Total Operating Expenses	5,553	1,709	98	2,116	1,226	10,702
Operating Income (Loss)	3,282	(1,348)	691	(2,108)	(881)	(364)
Non-Operating Revenues (Expenses):						
Contributions and Intergovernmental	—	2,921	—	1,652	623	5,196
Investment Earnings:						
Increase (Decrease) in Fair Value of Investments	1,099	90	55	8	48	1,300
Interest	—	115	1,618	15	—	1,748
Interest and Bond Related Expenses	(515)	—	—	—	—	(515)
Gain (Loss) on Sale of Capital Assets	(4)	—	—	—	—	(4)
Contributions to Others	(14)	—	—	—	—	(14)
Miscellaneous Revenues (Expenses)	—	—	(33)	—	—	(33)
Total Non-Operating Revenues (Expenses)	566	3,126	1,640	1,675	671	7,678
Change in Net Position	3,848	1,778	2,331	(433)	(210)	7,314
Total Net Position - Beginning	113,573	9,293	114,194	(557)	1,792	238,295
Total Net Position - Ending	\$ 117,421	\$ 11,071	\$ 116,525	\$ (990)	\$ 1,582	\$ 245,609

STATE OF MISSOURI
COMBINING STATEMENT OF CASH FLOWS
NON-MAJOR COMPONENT UNITS
For the Fiscal Year Ended June 30, 2023
(In Thousands of Dollars)

	Missouri Development Finance Board	Missouri Agricultural and Small Business Development Authority	Missouri Transportation Finance Corporation	Missouri Wine and Grape Board	State Environmental Improvement Energy Resources Authority	Totals June 30, 2023
Cash Flows from Operating Activities:						
Receipts from Customers and Users	\$ 7,751	\$ 444	\$ 552	\$ 6	\$ 532	\$ 9,285
Loans to Outside Entities	—	(817)	6,742	—	273	6,198
Payments to Vendors and Suppliers	(2,404)	(32)	(17)	(1,558)	(165)	(4,176)
Payments for Employees	(654)	(207)	(86)	(452)	(622)	(2,021)
Payments Made for Program Expense	—	(1,497)	—	—	(388)	(1,885)
Net Payments/Receipts for Tax Credit Projects	(2,536)	—	—	—	—	(2,536)
Other Receipts	—	—	—	—	10	10
Other Payments	—	—	—	(36)	—	(36)
Net Cash Provided (Used) by Operating Activities	2,157	(2,109)	7,191	(2,040)	(360)	4,839
Cash Flows from Non-Capital Financing Activities:						
Advance to/from Primary Government	—	—	(24,396)	—	—	(24,396)
Contributions and Intergovernmental	(14)	2,921	—	1,652	623	5,182
Net Cash Provided (Used) by Non-Capital Financing Activities	(14)	2,921	(24,396)	1,652	623	(19,214)
Cash Flows from Capital and Related Financing Activities:						
Interest Expense	(483)	—	—	—	—	(483)
Acquisition and Construction of buildings, equipment, and right of use asset	(127)	(7)	—	—	—	(134)
Lease Downpayment/Obligation	—	—	—	—	(38)	(38)
Principal Payments on Capital Debt	(574)	—	—	—	—	(574)
Disposal of Capital Assets	(17)	—	—	—	—	(17)
Net Cash Provided (Used) by Capital and Related Financing Activities	(1,201)	(7)	—	—	(38)	(1,246)
Cash Flows from Investing Activities:						
Proceeds from Investment Maturities	53,732	1,410	25,263	189	317	80,911
Purchase of Investments	(56,996)	—	—	—	—	(56,996)
Interest	957	113	1,618	15	—	2,703
Investment Fees	—	—	(33)	—	—	(33)
Net Cash Provided (Used) by Investing Activities	(2,307)	1,523	26,848	204	317	26,585
Net Increase (Decrease) in Cash	(1,365)	2,328	9,643	(184)	542	10,964
Cash and Cash Equivalents, Beginning of Year	23,052	2,543	32,548	211	537	58,891
Cash and Cash Equivalents, End of Year	\$ 21,687	\$ 4,871	\$ 42,191	\$ 27	\$ 1,079	\$ 69,855
Reconciliation of Net Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:						
Operating Income (Loss)	\$ 3,282	\$ (1,348)	\$ 691	\$ (2,108)	\$ (881)	\$ (364)
Depreciation/Amortization Expense	2,363	9	—	—	39	2,411
Changes in Assets and Liabilities:						
Accounts Receivable	1,825	83	—	—	200	2,108
Interest Receivable	21	—	(237)	(2)	(3)	(221)
Deferred Outflows of Resources	6	26	—	(65)	25	(8)
Prepaid Items	(67)	—	—	—	—	(67)
Loans Receivable	—	(817)	6,742	—	273	6,198
Accounts Payable	47	13	(5)	11	(7)	59
Accrued Payroll	—	—	—	(2)	—	(2)
Deposit and Reserve	(3,283)	—	—	—	—	(3,283)
Lease Obligation	(2,034)	—	—	—	—	(2,034)
Compensated Absences	—	5	—	1	12	18
Unearned Revenue	(37)	—	—	—	—	(37)
Net Pension Liability	187	34	—	281	132	634
Net OPEB Liability	—	(58)	—	(49)	(63)	(170)
Deferred Inflows of Resources	(153)	(56)	—	(107)	(87)	(403)
Net Cash Provided (Used) by Operating Activities	\$ 2,157	\$ (2,109)	\$ 7,191	\$ (2,040)	\$ (360)	\$ 4,839
Non-Cash Investing Activities:						
Increase (Decrease) in Fair Value of Investments	\$ 1,099	\$ 90	\$ 55	\$ 8	\$ 48	\$ 1,300
Net Non-Cash Investing Activities	\$ 1,099	\$ 90	\$ 55	\$ 8	\$ 48	\$ 1,300



*The **Statistical Section** presentations include Financial Trends, Revenue Capacity, Debt Capacity, Demographic and Economic Information, and Operating Information trends. The statistical data presented is intended to provide report users with a broader understanding of the environment in which the State operates.*

**STATE OF MISSOURI
STATISTICAL SECTION
June 30, 2023**

Index and Overview

This part of the State's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the State's overall financial health.

Financial Trends

These schedules contain trend information to help the reader understand how the State's financial performance and fiscal health have changed over time.

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Revenue Capacity

These schedules contain information to help the reader understand the State's capacity to raise revenues and the sources of those revenues.

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Personal Income Tax Revenue	231
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Debt Capacity

These schedules present information to help the reader understand and assess the State's levels of outstanding debt and the State's ability to issue additional debt in the future.

Ratios of Outstanding Debt	235
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Demographic and Economic Information

These schedules contain demographic and economic indicators to help the reader understand the environment within which the State's financial activities take place.

Demographic Indicators	238
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Operating Information

These schedules contain operating data to help the reader understand how the information in the State's financial report relates to the services it provides and the activities it performs.

State Employees by Function	241
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Sources: *Unless otherwise noted, the information in these schedules is derived from the State of Missouri Annual Comprehensive Financial Report for the years shown.*

**STATE OF MISSOURI
NET POSITION BY COMPONENT
FISCAL YEARS 2014-2023
(In Thousands of Dollars)**

	2023	2022*	2021	2020	2019
Governmental Activities					
Net Investment in Capital Assets	\$ 33,742,117	\$ 32,921,366	31,935,183	\$ 31,404,122	\$ 30,848,265
Restricted	6,871,147	6,106,823	6,349,360	4,838,035	4,390,964
Unrestricted	241,214	(1,949,654)	(6,698,239)	(7,996,677)	(8,259,974)
Total Governmental Activities Net Position	\$ 40,854,478	\$ 37,078,535	\$ 31,586,304	\$ 28,245,480	\$ 26,979,255
Business-Type Activities					
Net Investment in Capital Assets	\$ 56,481	\$ 52,605	111,023	\$ 114,334	\$ 124,985
Restricted	18,648	19,331	24,078	25,223	6,798
Unrestricted	1,052,145	833,543	600,128	556,537	956,556
Total Business-Type Activities Net Position	\$ 1,127,274	\$ 905,479	\$ 735,229	\$ 696,094	\$ 1,088,339
Primary Government					
Net Investment in Capital Assets	\$ 33,798,598	\$ 32,973,971	\$ 32,046,206	\$ 31,518,456	\$ 30,973,250
Restricted	6,889,795	6,126,154	6,373,438	4,863,258	4,397,762
Unrestricted	1,293,359	(1,116,111)	(6,098,111)	(7,440,140)	(7,303,418)
Total Primary Government Net Position	\$ 41,981,752	\$ 37,984,014	\$ 32,321,533	\$ 28,941,574	\$ 28,067,594

Continues Below

	2018	2017	2016	2015	2014
Governmental Activities					
Net Investment in Capital Assets	\$ 30,364,850	\$ 29,793,477	\$ 29,255,865	\$ 28,791,258	\$ 28,485,327
Restricted	4,239,726	4,103,890	4,348,001	3,269,480	3,790,165
Unrestricted	(7,976,452)	(7,606,967)	(5,465,559)	(4,292,710)	(5,501,188)
Total Governmental Activities Net Position	\$ 26,628,124	\$ 26,290,400	\$ 28,138,307	\$ 27,768,028	\$ 26,774,304
Business-Type Activities					
Net Investment in Capital Assets	\$ 126,899	\$ 115,327	\$ 98,320	\$ 55,669	\$ 52,901
Restricted	5,616	7,239	6,104	4,588	4,889
Unrestricted	858,356	762,633	677,470	420,995	183,705
Total Business-Type Activities Net Position	\$ 990,871	\$ 885,199	\$ 781,894	\$ 481,252	\$ 241,495
Primary Government					
Net Investment in Capital Assets	\$ 30,491,749	\$ 29,908,804	\$ 29,354,185	\$ 28,846,927	\$ 28,538,228
Restricted	4,245,342	4,111,129	4,354,105	3,274,068	3,795,054
Unrestricted	(7,118,096)	(6,844,334)	(4,788,089)	(3,871,715)	(5,317,483)
Total Primary Government Net Position	\$ 27,618,995	\$ 27,175,599	\$ 28,920,201	\$ 28,249,280	\$ 27,015,799

*Fiscal year 2022 amounts have been restated.

**STATE OF MISSOURI
CHANGES IN NET POSITION
FISCAL YEARS 2014-2023
(In Thousands of Dollars)**

	2023	2022*	2021	2020
Governmental Activities:				
Expenses				
General Government	\$ 1,943,710	\$ 1,389,062	\$ 1,703,806	\$ 1,297,641
Education	9,594,892	9,056,692	7,782,932	7,065,810
Natural and Economic Resources	1,244,002	1,503,906	1,350,353	944,127
Transportation and Law Enforcement	2,299,226	2,296,413	2,100,853	2,127,151
Human Services	21,207,860	17,459,937	17,022,298	15,285,691
Interest on Debt (Excluding Direct Expense)	68,998	80,040	80,878	98,134
Total Expenses	<u>36,358,688</u>	<u>31,786,050</u>	<u>30,041,120</u>	<u>26,818,554</u>
Program Revenues				
Charges for Services:				
General Government	775,101	790,722	1,001,426	578,389
Transportation and Law Enforcement	275,378	346,329	245,340	242,625
Human Services	525,207	804,025	652,425	666,309
Other Activities	352,766	433,249	354,419	360,419
Operating Grants and Contributions	17,819,306	16,193,194	15,793,490	12,303,616
Capital Grants and Contributions	1,255,240	872,728	1,567,072	887,716
Total Program Revenues	<u>21,002,998</u>	<u>19,440,247</u>	<u>19,614,172</u>	<u>15,039,074</u>
Total Governmental Activities Net Program (Expense) Revenue	<u>(15,355,690)</u>	<u>(12,345,803)</u>	<u>(10,426,948)</u>	<u>(11,779,480)</u>
General Revenues and Other Changes in Net Position				
Taxes:				
Sales and Use	4,591,839	4,386,016	3,608,744	3,728,384
Individual Income	9,390,064	9,635,243	7,823,594	6,849,589
Corporate Income	994,559	876,812	699,212	455,862
County Foreign Insurance	330,449	290,974	266,086	289,015
Alcoholic Beverage	42,676	43,802	38,913	38,640
Corporate Franchise	—	—	—	—
Fuel	850,888	783,873	621,624	708,407
Miscellaneous Taxes	783,380	750,677	695,346	581,135
Grants and Contributions not Restricted to Specific Programs	1,685,631	1,019,257	76,683	51,264
Unrestricted Investment Earnings	74,693	(409,114)	26,704	90,352
Gain (Loss) on Debt Defeasance	(1,218)	—	—	—
Special Items	—	—	—	—
Extraordinary Items	—	—	—	—
Transfers	388,672	386,487	70,605	313,750
Total General Revenues and Other Changes in Net Position	<u>19,131,633</u>	<u>17,764,027</u>	<u>13,927,511</u>	<u>13,106,398</u>
Total Governmental Activities Change in Net Position	<u>\$ 3,775,943</u>	<u>\$ 5,418,224</u>	<u>\$ 3,500,563</u>	<u>\$ 1,326,918</u>
Business-Type Activities:				
Expenses				
State Lottery	\$ 1,417,390	\$ 1,424,912	\$ 1,434,104	\$ 1,207,182
Unemployment Compensation	191,409	248,191	3,680,869	3,155,342
Missouri Veterans' Homes	—	—	—	125,103
State Fair Fees	5,292	4,802	2,257	5,406
State Parks and DNR	17,083	16,090	12,574	15,943
Historic Preservation	454	412	376	426
Petroleum Storage Tank Insurance	16,858	17,047	17,341	20,862
Surplus Property	1,281	1,368	1,706	1,856
Revenue Information	8	7	7	8
Inmate Canteen	29,231	30,891	32,495	30,333
Total Expenses	<u>1,679,006</u>	<u>1,743,720</u>	<u>5,181,729</u>	<u>4,562,461</u>
Program Revenues				
Charges for Services:				
State Lottery	1,812,271	1,809,209	1,828,313	1,526,247
Other Activities	71,277	67,499	64,730	83,928
Operating Grants and Contributions	391,936	420,819	3,260,494	2,851,252
Total Program Revenues	<u>2,275,484</u>	<u>2,297,527</u>	<u>5,153,537</u>	<u>4,461,427</u>
Total Business-Type Activities Net Program (Expense) Revenue	<u>596,478</u>	<u>553,807</u>	<u>(28,192)</u>	<u>(101,034)</u>
General Revenues and Other Changes in Net Position				
Unrestricted Investment Earnings	13,989	2,128	10,379	29,694
Adjustments to Claims Reserve	—	—	—	—
Special Items	—	—	—	—
Extraordinary Items	—	—	—	—
Capital Contributions	—	—	—	—
Transfers	(388,672)	(386,487)	(70,605)	(313,750)
Total General Revenues and Other Changes in Net Position	<u>(374,683)</u>	<u>(384,359)</u>	<u>(60,226)</u>	<u>(284,056)</u>
Total Business-Type Activities Change in Net Position	<u>\$ 221,795</u>	<u>\$ 169,448</u>	<u>\$ (88,418)</u>	<u>\$ (385,090)</u>
Total Primary Government Change in Net Position	<u>\$ 3,997,738</u>	<u>\$ 5,587,672</u>	<u>\$ 3,412,145</u>	<u>\$ 941,828</u>

*Fiscal year 2022 amounts have been restated

2019	2018	2017	2016	2015	2014
\$ 1,276,223	\$ 1,265,947	\$ 1,176,204	\$ 1,081,421	\$ 1,064,771	\$ 1,030,327
7,142,183	7,053,444	7,086,927	6,902,930	6,680,646	6,430,861
1,055,997	1,079,318	1,074,411	1,039,408	910,502	874,033
1,984,162	1,974,321	2,157,349	1,913,379	1,861,116	1,823,578
14,445,872	14,339,926	13,682,277	13,086,606	12,800,735	12,623,617
109,740	120,206	128,108	138,426	139,112	157,707
<u>26,014,177</u>	<u>25,833,162</u>	<u>25,305,276</u>	<u>24,162,170</u>	<u>23,456,882</u>	<u>22,940,123</u>
601,303	588,246	671,875	579,457	581,008	540,427
215,095	227,643	228,039	230,685	228,093	232,176
554,370	559,544	498,348	475,055	503,290	504,443
351,597	325,333	343,363	327,275	327,169	333,898
10,757,841	10,811,591	10,403,733	10,178,230	9,960,965	9,649,655
949,652	1,020,653	923,748	917,255	838,354	933,814
<u>13,429,858</u>	<u>13,533,010</u>	<u>13,069,106</u>	<u>12,707,957</u>	<u>12,438,879</u>	<u>12,194,413</u>
<u>(12,584,319)</u>	<u>(12,300,152)</u>	<u>(12,236,170)</u>	<u>(11,454,213)</u>	<u>(11,018,003)</u>	<u>(10,745,710)</u>
3,393,577	3,235,110	3,267,442	3,112,912	3,142,387	2,925,867
6,966,221	6,796,359	6,648,918	6,324,548	6,418,379	5,718,801
477,918	403,771	392,438	411,139	490,131	427,320
267,142	272,497	254,685	218,083	222,828	180,779
34,525	32,602	32,764	30,913	32,101	30,370
1,470	1,968	2,490	17,197	29,982	54,670
671,218	640,767	667,639	640,934	656,893	629,105
686,510	684,578	680,885	663,797	668,955	605,247
58,534	59,233	62,173	58,971	76,276	73,637
79,604	26,308	12,626	26,468	24,721	35,040
—	—	—	—	—	—
—	—	—	—	—	—
—	—	—	—	—	(132)
<u>304,529</u>	<u>331,631</u>	<u>289,683</u>	<u>304,320</u>	<u>275,997</u>	<u>291,421</u>
<u>12,941,248</u>	<u>12,484,824</u>	<u>12,311,743</u>	<u>11,809,282</u>	<u>12,038,650</u>	<u>10,972,125</u>
<u>\$ 356,929</u>	<u>\$ 184,672</u>	<u>\$ 75,573</u>	<u>\$ 355,069</u>	<u>\$ 1,020,647</u>	<u>\$ 226,415</u>
\$ 1,168,012	\$ 1,086,927	\$ 1,070,595	\$ 1,025,086	\$ 873,502	\$ 894,137
264,370	294,271	318,782	312,295	391,508	568,787
125,245	123,095	115,078	100,771	92,501	97,674
4,528	4,880	4,726	4,369	4,390	4,419
13,257	9,829	14,025	8,395	8,264	9,417
531	725	1,248	577	741	334
20,345	21,298	19,392	16,205	14,705	13,244
2,589	2,416	2,523	2,590	3,169	2,528
9	12	12	14	13	—
28,498	46,474	—	—	—	—
<u>1,627,384</u>	<u>1,589,927</u>	<u>1,546,381</u>	<u>1,470,302</u>	<u>1,388,793</u>	<u>1,590,540</u>
1,484,529	1,418,409	1,361,996	1,327,852	1,144,604	1,171,580
86,689	104,320	61,228	56,005	59,199	57,836
431,609	466,750	553,591	677,118	693,657	999,516
<u>2,002,827</u>	<u>1,989,479</u>	<u>1,976,815</u>	<u>2,060,975</u>	<u>1,897,460</u>	<u>2,228,932</u>
<u>375,443</u>	<u>399,552</u>	<u>430,434</u>	<u>590,673</u>	<u>508,667</u>	<u>638,392</u>
26,449	18,338	13,156	11,420	3,591	2,029
—	—	—	2,500	—	17,223
—	—	—	—	—	—
—	—	(153)	—	—	—
173	11,463	920	—	—	—
<u>(304,529)</u>	<u>(331,631)</u>	<u>(289,683)</u>	<u>(304,320)</u>	<u>(275,997)</u>	<u>(291,421)</u>
<u>(277,907)</u>	<u>(301,830)</u>	<u>(275,760)</u>	<u>(290,400)</u>	<u>(272,406)</u>	<u>(272,169)</u>
<u>\$ 97,536</u>	<u>\$ 97,722</u>	<u>\$ 154,674</u>	<u>\$ 300,273</u>	<u>\$ 236,261</u>	<u>\$ 366,223</u>
<u>\$ 454,465</u>	<u>\$ 282,394</u>	<u>\$ 230,247</u>	<u>\$ 655,342</u>	<u>\$ 1,256,908</u>	<u>\$ 592,638</u>

**STATE OF MISSOURI
FUND BALANCES - GOVERNMENTAL FUNDS
FISCAL YEARS 2014-2023
(In Thousands of Dollars)**

	2023	2022*	2021	2020	2019
General Fund					
Nonspendable	\$ 145,559	\$ 161,279	\$ 173,918	\$ 48,942	\$ 47,542
Restricted	985,580	1,006,133	1,371,960	598,678	556,252
Committed	875,137	760,316	611,350	662,067	655,263
Assigned	541,849	207,566	144,624	105,074	98,634
Unassigned	8,119,318	6,564,152	2,395,447	1,107,073	770,145
Total General Fund	<u>10,667,443</u>	<u>8,699,446</u>	<u>4,697,299</u>	<u>2,521,834</u>	<u>2,127,836</u>
All Other Governmental Funds					
Nonspendable	130,048	121,571	115,000	104,480	98,229
Restricted	2,853,709	2,268,243	2,176,094	1,681,227	1,390,740
Committed	2,436,169	2,414,656	2,618,179	1,964,707	1,799,430
Assigned	518,114	480,823	408,917	377,999	377,227
Unassigned	—	—	—	—	—
Total All Other Governmental Funds	<u>5,938,040</u>	<u>5,285,293</u>	<u>5,318,190</u>	<u>4,128,413</u>	<u>3,665,626</u>
Total Fund Balances, Governmental Funds	<u>\$ 16,605,483</u>	<u>\$ 13,984,739</u>	<u>\$ 10,015,489</u>	<u>\$ 6,650,247</u>	<u>\$ 5,793,462</u>

Continues Below

	2018	2017	2016	2015	2014
General Fund					
Nonspendable	\$ 48,944	\$ 52,969	\$ 58,712	\$ 53,809	\$ 50,504
Restricted	485,578	341,052	488,180	292,758	289,266
Committed	617,661	590,697	589,956	545,765	560,141
Assigned	86,662	154,634	78,096	158,390	73,625
Unassigned	457,634	294,901	238,735	349,901	244,821
Total General Fund	<u>1,696,479</u>	<u>1,434,253</u>	<u>1,453,679</u>	<u>1,400,623</u>	<u>1,218,357</u>
All Other Governmental Funds					
Nonspendable	95,438	97,723	97,027	1,243,039	1,170,054
Restricted	1,489,673	1,517,114	1,699,763	1,512,228	1,544,139
Committed	1,787,795	1,614,390	1,543,913	377,527	345,465
Assigned	410,182	422,122	430,901	425,256	400,668
Unassigned	—	(17,628)	—	—	—
Total All Other Governmental Funds	<u>3,783,088</u>	<u>3,633,721</u>	<u>3,771,604</u>	<u>3,558,050</u>	<u>3,460,326</u>
Total Fund Balances, Governmental Funds	<u>\$ 5,479,567</u>	<u>\$ 5,067,974</u>	<u>\$ 5,225,283</u>	<u>\$ 4,958,673</u>	<u>\$ 4,678,683</u>

*Fiscal year 2022 amounts have been restated.

**STATE OF MISSOURI
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FISCAL YEARS 2014-2023
(In Thousands of Dollars)**

	2023	2022*	2021	2020
Revenues:				
Taxes	\$ 16,711,844	\$ 16,230,720	\$ 13,887,139	\$ 12,075,141
Licenses, Fees, and Permits	814,972	766,755	736,492	717,899
Sales	17,809	15,644	12,203	12,429
Leases and Rentals	668	657	498	376
Services	184,185	147,956	145,445	122,012
Contributions and Intergovernmental	20,747,841	18,080,287	17,434,708	13,242,981
Investment Earnings:				
Net Increase (Decrease) in the				
Fair Value of Investments	(365,252)	(455,492)	(17,682)	13,817
Interest	480,300	61,300	53,634	105,830
Penalties and Unclaimed Properties	227,733	80,693	566,781	85,289
Cost Reimbursement/Miscellaneous	394,085	520,079	519,765	614,641
Total Revenues	<u>39,214,185</u>	<u>35,448,599</u>	<u>33,338,983</u>	<u>26,990,415</u>
Expenditures:				
Current:				
General Government	1,811,453	1,181,389	1,470,082	1,010,225
Education	9,590,530	9,043,903	7,755,012	7,039,061
Natural and Economic Resources	1,149,247	1,372,291	1,196,800	714,899
Transportation and Law Enforcement	1,948,480	1,703,363	1,617,005	1,605,982
Human Services	21,069,452	17,156,450	16,676,407	14,849,266
Capital Outlay:				
General Government	3,685	9,764	7,270	13,836
Education	—	—	—	—
Natural and Economic Resources	—	527	23	2,638
Transportation and Law Enforcement	1,466,667	1,090,530	1,019,614	1,003,310
Human Services	59	2,735	434	1,955
Debt Service:				
Principal	467,665	338,090	286,630	266,278
Interest	91,346	106,505	114,360	117,855
Bond Issuance Costs	648	—	339	668
Underwriter's Discount	—	—	47	12
Total Expenditures	<u>37,599,232</u>	<u>32,005,547</u>	<u>30,144,023</u>	<u>26,625,985</u>
Excess Revenues (Expenditures)	<u>1,614,953</u>	<u>3,443,052</u>	<u>3,194,960</u>	<u>364,430</u>
Other Financing Sources (Uses):				
Proceeds from Notes/Capital Leases/Financed				
Purchases	95,546	20,146	9,273	2,161
Proceeds from General Obligation/Other Bonds	453,005	88,955	—	178,370
Issuance of Refunding Bonds	—	—	172,850	38,920
Payments to Escrow Agent	—	—	(208,893)	(41,069)
Bond Premium	47,643	11,439	36,429	25,458
Proceeds from Capital Asset Sale	13,823	14,461	13,213	27,791
Transfers In	407,384	398,475	409,430	332,220
Transfers Out	(12,936)	(9,114)	(339,368)	(17,300)
Total Other Financing Sources (Uses)	<u>1,004,465</u>	<u>524,362</u>	<u>92,934</u>	<u>546,551</u>
Net Change in Fund Balances	<u>2,619,418</u>	<u>3,967,414</u>	<u>3,287,894</u>	<u>910,981</u>
Increase (Decrease) in Reserve for Inventory	<u>1,326</u>	<u>(10,902)</u>	<u>88,156</u>	<u>2,575</u>
Net Change in Fund Balances	<u><u>\$ 2,620,744</u></u>	<u><u>\$ 3,956,512</u></u>	<u><u>\$ 3,376,050</u></u>	<u><u>\$ 913,556</u></u>
Debt Service as a Percentage of Non-Capital Expenditures	1.55 %	1.44 %	1.38 %	1.50 %

*Fiscal year 2022 amounts have been restated.

2019	2018	2017	2016	2015	2014
\$ 12,465,629	\$ 12,151,078	\$ 11,877,303	\$ 11,550,222	\$ 11,302,267	\$ 10,549,046
710,814	675,447	678,037	685,115	653,218	654,416
8,587	9,527	9,035	9,002	11,905	12,308
138	157	158	71	497	480
121,249	148,653	122,531	116,133	105,066	111,280
11,765,170	11,890,439	11,395,032	11,157,654	10,871,669	10,652,830
9,766	(15,384)	(10,530)	5,975	2,006	6,737
93,129	60,189	34,080	25,534	29,911	50,251
85,784	69,907	96,568	72,435	131,384	74,642
488,501	513,741	564,390	492,593	525,729	507,763
25,748,767	25,503,754	24,766,604	24,114,734	23,633,652	22,619,753
964,166	909,941	884,641	886,172	869,266	844,854
7,117,049	7,031,232	7,071,710	6,893,120	6,673,331	6,419,231
822,854	869,568	896,485	913,667	833,441	831,495
1,454,177	1,483,225	1,473,797	1,475,500	1,558,694	1,350,588
14,066,072	14,012,219	13,629,856	13,037,667	12,761,134	12,447,706
1,242	1,320	14,057	2,474	—	34
12	106	348	29	—	—
629	3,549	2,027	246	—	—
834,991	854,707	712,716	690,269	714,550	852,832
32,605	64,467	54,915	37,384	1,354	—
334,138	333,480	436,938	292,521	285,627	256,221
134,110	144,976	159,977	166,000	166,672	187,123
370	356	336	755	831	1,545
—	985	972	1,231	2,260	4,075
25,762,415	25,710,131	25,338,775	24,397,035	23,867,160	23,195,704
(13,648)	(206,377)	(572,171)	(282,301)	(233,508)	(575,951)
1,612	6,934	1,542	14,782	1,819	1,400
102,705	124,905	97,225	193,800	129,465	—
—	—	—	—	108,930	995,555
(111,483)	—	—	—	(121,020)	(1,177,908)
9,148	9,751	5,877	17,810	18,622	195,638
15,300	18,034	20,305	18,394	11,137	13,867
323,846	342,979	297,229	310,842	285,468	304,688
(16,541)	(9,177)	(5,598)	(6,010)	(9,547)	(12,763)
324,587	493,426	416,580	549,618	424,874	320,477
310,939	287,049	(155,591)	267,317	191,366	(255,474)
425	(154)	(1,716)	(707)	4,928	153
\$ 311,364	\$ 286,895	\$ (157,307)	\$ 266,610	\$ 196,294	\$ (255,321)
1.88 %	1.94 %	2.45 %	1.96 %	1.99 %	2.02 %

**STATE OF MISSOURI
REVENUE BASE - TAXABLE SALES BY INDUSTRY
FISCAL YEARS 2014-2023**

Taxable Sales by Industry

	2023	2022	2021	2020	2019
Agricultural/Forestry, Fishing, and Other	\$ 321,918,862	\$ 276,392,903	\$ 246,034,302	\$ 255,902,100	\$ 160,462,181
Mining	288,094,404	307,630,776	285,978,926	303,401,444	353,489,366
Construction	915,886,216	829,146,128	695,869,598	712,675,722	998,174,516
Manufacturing	2,987,025,061	2,934,314,514	2,530,789,425	2,541,840,495	3,395,360,423
Transportation and Public Utilities	4,167,376,197	4,628,779,291	4,479,764,637	4,965,281,719	6,704,044,793
Wholesale Trade	6,620,415,280	6,286,350,711	5,423,631,630	5,417,878,906	8,580,382,365
Retail Trade	49,205,626,827	48,206,885,473	45,191,494,301	43,584,455,906	44,832,734,671
Finance, Insurance, and Real Estate	1,130,987,662	1,388,053,887	1,300,018,426	1,350,810,033	1,700,974,266
Services	22,904,266,126	21,608,716,730	21,114,833,756	19,466,475,589	14,558,550,695
State and Local Government	225,400,770	217,083,677	214,953,266	215,399,261	229,536,272
Non-Classifiable	—	—	—	—	—
Total Taxable Sales	\$88,766,997,405	\$86,683,354,090	\$81,483,368,267	\$78,814,121,175	\$81,513,709,548
Direct Sales Tax Rate	4.225 %	4.225 %	4.225 %	4.225 %	4.225 %

Continues Below

Taxable Sales by Industry

	2018	2017	2016	2015	2014
Agricultural/Forestry, Fishing, and Other	\$ 243,431,996	\$ 259,105,220	\$ 245,772,867	\$ 240,000,494	\$ 236,474,690
Mining	453,466,663	110,484,032	106,659,795	87,523,595	76,102,321
Construction	801,058,193	1,788,629,305	1,677,123,560	950,357,972	903,053,231
Manufacturing	4,543,245,262	4,758,144,850	4,686,174,181	4,512,551,497	4,452,723,181
Transportation and Public Utilities	7,431,439,993	7,991,327,737	7,941,221,199	8,150,393,880	8,296,512,631
Wholesale Trade	37,375,445,863	9,478,033,276	9,258,220,896	8,772,153,165	8,355,874,187
Retail Trade	26,306,855,209	52,013,596,266	50,710,170,965	48,945,156,057	46,883,720,342
Finance, Insurance, and Real Estate	2,244,925,706	675,498,078	639,535,606	459,394,721	428,174,408
Services	8,557,460,947	10,958,489,216	10,508,298,419	10,167,703,650	9,615,517,898
State and Local Government	248,500,694	137,361,580	130,923,934	149,553,253	196,281,904
Non-Classifiable	—	13,251,530	12,784,255	12,193,479	13,389,207
Total Taxable Sales	\$88,205,830,526	\$88,183,921,090	\$85,916,885,677	\$82,446,981,763	\$79,457,824,000
Direct Sales Tax Rate	4.225 %	4.225 %	4.225 %	4.225 %	4.225 %

Source: Missouri Department of Revenue

During fiscal year 2018 the State replaced the Standard Industrial Classification System with the more consistent North American Industry Classification System to classify revenues.

**STATE OF MISSOURI
REVENUE BASE - PERSONAL INCOME BY INDUSTRY
CALENDAR YEARS 2013-2022**

Personal Income by Industry (In Thousands of Dollars)	2022	2021	2020	2019	2018
Farm Earnings	\$ 2,635,756	\$ 2,120,559	\$ 2,592,086	\$ 1,291,799	\$ 266,645
Agricultural/Forestry, Fishing, and Other	431,924	465,889	465,164	490,883	482,308
Mining	971,113	1,011,259	477,408	393,973	336,767
Construction/Utilities	17,657,527	18,848,403	15,753,973	15,021,227	14,235,375
Manufacturing	25,955,722	23,377,163	22,690,355	23,566,152	22,730,105
Transportation and Public Utilities	9,835,286	8,525,474	7,993,389	8,098,772	7,511,308
Wholesale Trade	13,833,992	12,654,020	11,662,396	11,548,530	11,056,910
Retail Trade	15,044,576	14,347,559	12,918,851	12,396,283	11,993,104
Finance, Insurance, and Real Estate	21,737,251	21,116,034	19,859,350	18,236,762	19,493,630
Services	104,640,307	96,732,347	89,808,713	90,210,784	86,806,984
Federal, Civilian	6,893,129	6,752,692	6,522,907	6,180,879	6,078,280
Military	2,193,274	2,223,367	2,198,275	2,120,915	2,000,240
State and Local Government	24,179,284	23,706,169	23,261,811	23,209,704	22,440,186
Total Personal Income	\$246,009,141	\$231,880,935	\$216,204,678	\$212,766,663	\$205,431,842
Total Direct Personal Income Tax Rate	5.4 %	5.4 %	5.4 %	6.0 %	6.0 %

Continues Below

Personal Income by Industry (In Thousands of Dollars)	2017	2016	2015	2014	2013
Farm Earnings	\$ 1,062,184	\$ 829,415	\$ 722,021	\$ 3,786,857	\$ 1,626,591
Agricultural/Forestry, Fishing, and Other	424,552	457,108	451,862	394,686	397,546
Mining	241,988	320,915	345,512	450,247	531,506
Construction/Utilities	13,819,650	12,748,129	11,973,872	12,039,804	11,722,352
Manufacturing	21,229,515	20,542,795	20,483,723	19,405,898	18,638,481
Transportation and Public Utilities	7,189,504	6,957,284	6,937,566	6,632,242	6,641,733
Wholesale Trade	10,826,692	10,831,422	11,063,357	10,168,424	9,614,681
Retail Trade	11,749,093	11,785,062	11,618,585	11,353,713	11,045,743
Finance, Insurance, and Real Estate	17,761,199	15,456,673	15,873,119	14,637,085	13,981,286
Services	82,115,017	78,239,644	77,566,750	75,021,866	73,357,863
Federal, Civilian	5,843,242	5,677,270	5,566,826	5,370,947	5,170,204
Military	1,912,463	1,879,387	1,889,251	1,906,989	2,165,907
State and Local Government	22,264,323	22,256,414	21,860,748	21,611,208	21,013,029
Total Personal Income	\$196,439,422	\$187,981,518	\$186,353,192	\$182,779,966	\$175,906,922
Total Direct Personal Income Tax Rate	6.0 %	6.0 %	6.0 %	6.0 %	6.0 %

Source: Bureau of Economic Analysis

**STATE OF MISSOURI
PERSONAL INCOME TAX REVENUE
FISCAL YEARS 2014-2023**

Personal Income Tax Revenue	2023	2022	2021	2020	2019
Personal Income Tax Revenue	\$ 9,921,661,167	\$ 9,840,438,433	\$ 8,821,631,860	\$ 6,948,385,189	\$ 7,654,451,494
Personal Income (Federal AGI)	\$496,514,116,887	\$384,327,372,548	\$374,015,644,578	\$294,938,339,311	\$314,827,907,242
Taxable Income	\$409,389,881,782	\$311,987,206,475	\$296,040,234,782	\$228,600,967,718	\$235,907,363,855
Average Effective Rate:					
Federal Adjusted Gross Taxable Income	2.00%	2.56%	2.36%	2.36%	2.43%
	2.42%	3.15%	2.98%	3.04%	3.24%

Continues Below

Personal Income Tax Revenue	2018	2017	2016	2015	2014
Personal Income Tax Revenue	\$ 7,737,588,498	\$ 7,331,004,490	\$ 7,182,257,124	\$ 6,904,280,506	\$ 6,421,723,597
Personal Income (Federal AGI)	\$304,938,141,965	\$308,516,717,209	\$295,120,344,327	\$272,999,790,569	\$286,579,465,435
Taxable Income	\$228,943,859,159	\$233,037,149,447	\$223,319,685,253	\$204,984,460,785	\$215,915,208,076
Average Effective Rate:					
Federal Adjusted Gross Taxable Income	2.54%	2.38%	2.43%	2.53%	2.24%
	3.38%	3.15%	3.22%	3.37%	2.97%

Note: Article X, Sections 16 through 24 of the Missouri Constitution establishes a revenue limit for Missouri State Government. When total revenues exceed the limit, tax refunds are generated.

Source: Missouri Department of Revenue

**STATE OF MISSOURI
PERSONAL INCOME TAX RATES
FISCAL YEARS 2014-2023**

**Ranges of Tax Rates
on the Portion of
Taxable Income
(In Thousands)**

	2023			2022			2021			2020		
Tax Rate	\$—	plus	2.0%	\$—	plus	1.5%	\$—	plus	1.5%	\$—	plus	1.5%
Income Levels			1,207-2,414			112-1,121			109-1,088			107-1,073
Tax Rate	24	plus	2.5%	17	plus	2.0%	16	plus	2.0%	16	plus	2.0%
Income Levels			2,415-3,621			1,122-2,242			1,089-2,176			1,074-2,146
Tax Rate	54	plus	3.0%	39	plus	2.5%	38	plus	2.5%	37	plus	2.5%
Income Levels			3,622-4,828			2,243-3,363			2,177-3,264			2,147-3,219
Tax Rate	90	plus	3.5%	67	plus	3.0%	65	plus	3.0%	64	plus	3.0%
Income Levels			4,829-6,035			3,364-4,484			3,265-4,352			3,220-4,292
Tax Rate	132	plus	4.0%	101	plus	3.5%	98	plus	3.5%	96	plus	3.5%
Income Levels			6,036-7,242			4,485-5,605			4,353-5,440			4,293-5,365
Tax Rate	180	plus	4.5%	140	plus	4.0%	136	plus	4.0%	134	plus	4.0%
Income Levels			7,243-8,449			5,606-6,726			5,441-6,528			5,366-6,438
Tax Rate	234	plus	5.0%	185	plus	4.5%	180	plus	4.5%	177	plus	4.5%
Income Levels			8,449+			6,727-7,847			6,529-7,616			6,439-7,511
Tax Rate	—	plus	—%	235	plus	5.0%	229	plus	5.0%	225	plus	5.0%
Income Levels			—			7,848-8,968			7,617-8,704			7,512-8,584
Tax Rate	—	plus	—%	291	plus	5.3%	283	plus	5.4%	279	plus	5.4%
Income Levels			—			8,968+			8,704+			8,584+
Tax Rate	—	plus	—%	—	plus	—%	—	plus	—%	—	plus	—%
Income Levels			—			—			—			—

Continues Below

**Ranges of Tax Rates
on the Portion of
Taxable Income
(In Thousands)**

	2019			2018			2017			2016	2015	2014
Tax Rate	\$—	plus	1.5%	\$—	plus	1.5%	\$—	plus	1.5%	1.5 %	1.5 %	1.5 %
Income Levels			105-1,053			103-1,028			101-1,008	1.1-2	1.1-2	1.1-2
Tax Rate	16	plus	2.0%	15	plus	2.0%	15	plus	2.0%	2.0%	2.0 %	2.0 %
Income Levels			1,054-2,106			1,029-2,056			1,009-2,016	2.1-3	2.1-3	2.1-3
Tax Rate	37	plus	2.5%	36	plus	2.5%	35	plus	2.5%	2.5%	2.5 %	2.5 %
Income Levels			2,107-3,159			2,057-3,084			2,017-3,024	3.1-4	3.1-4	3.1-4
Tax Rate	63	plus	3.0%	62	plus	3.0%	60	plus	3.0%	3.0%	3.0 %	3.0 %
Income Levels			3,160-4,212			3,085-4,113			3,025-4,032	4.1-5	4.1-5	4.1-5
Tax Rate	95	plus	3.5%	93	plus	3.5%	90	plus	3.5%	3.5%	3.5 %	3.5 %
Income Levels			4,213-5,265			4,114-5,141			4,033-5,040	5.1-6	5.1-6	5.1-6
Tax Rate	132	plus	4.0%	129	plus	4.0%	125	plus	4.0%	4.0%	4.0 %	4.0 %
Income Levels			5,266-6,318			5,142-6,169			5,041-6,048	6.1-7	6.1-7	6.1-7
Tax Rate	174	plus	4.5%	170	plus	4.5%	165	plus	4.5%	4.5%	4.5 %	4.5 %
Income Levels			6,319-7,371			6,170-7,197			6,049-7,056	7.1-8	7.1-8	7.1-8
Tax Rate	221	plus	5.0%	216	plus	5.0%	210	plus	5.0%	5.0%	5.0 %	5.0 %
Income Levels			7,372-8,424			7,198-8,225			7,057-8,064	8.1-9	8.1-9	8.1-9
Tax Rate	274	plus	5.4%	267	plus	5.5%	260	plus	5.5%	6.0%	6.0 %	6.0 %
Income Levels			8,424+			8,226-9,253			8,065-9,072	9.1+	9.1+	9.1+
Tax Rate	—	plus	—%	324	plus	5.9%	315	plus	6.0%			
Income Levels			—			9,253+			9,072+			

Note: Article X, Sections 16 through 24 of the Missouri Constitution establishes a revenue limit for Missouri State Government. When total revenues exceed the limit, tax refunds are generated

Source: Missouri Department of Revenue

The tax rate table changed in 2017 due to new legislation on how the rates were to be calculated.

**STATE OF MISSOURI
REVENUE PAYERS BY INDUSTRY
FISCAL YEARS 2014-2023**

Sales Tax	2023	%	2022	%	2021	%
Agricultural	\$ 13,601,072	0.36 %	\$ 11,677,600	0.32 %	\$ 10,394,949	0.30 %
Mining	12,171,989	0.32 %	12,997,400	0.35 %	12,082,610	0.35 %
Construction	38,696,193	1.03 %	35,031,424	0.96 %	29,400,491	0.85 %
Manufacturing	126,201,809	3.38 %	123,974,788	3.39 %	106,925,853	3.11 %
Transportation & Utilities	176,071,644	4.70 %	195,565,925	5.34 %	189,270,056	5.50 %
Wholesale Trade	279,712,546	7.46 %	265,598,318	7.25 %	229,148,436	6.66 %
Retail Trade	2,078,937,733	55.43 %	2,036,740,911	55.61 %	1,909,340,634	55.46 %
Finance, Insurance, & Real Estate	47,784,229	1.27 %	58,645,277	1.60 %	54,925,778	1.60 %
Services	967,705,244	25.80 %	912,968,282	24.93 %	892,101,726	25.91 %
Government	9,523,183	0.25 %	9,171,785	0.25 %	9,081,775	0.26 %
Non-Classifiable	—	— %	—	— %	—	— %
Total	\$ 3,750,405,642	100.00 %	\$ 3,662,371,710	100.00 %	\$ 3,442,672,308	100.00 %
	2020	%	2019	%	2018	%
Agricultural	\$ 10,811,864	0.33 %	\$ 6,779,527	0.20 %	\$ 10,285,002	0.28 %
Mining	12,818,711	0.39 %	14,934,926	0.43 %	19,158,966	0.51 %
Construction	30,110,549	0.90 %	42,172,873	1.23 %	33,955,810	0.91 %
Manufacturing	107,392,761	3.23 %	143,453,978	4.16 %	191,952,112	5.15 %
Transportation & Utilities	209,783,153	6.30 %	283,245,892	8.22 %	313,978,340	8.43 %
Wholesale Trade	228,905,384	6.87 %	362,521,155	10.53 %	1,579,112,588	42.37 %
Retail Trade	1,841,443,262	55.30 %	1,894,183,040	55.00 %	1,111,464,633	29.82 %
Finance, Insurance, & Real Estate	57,071,724	1.71 %	71,866,163	2.09 %	94,848,111	2.55 %
Services	822,458,597	24.70 %	615,098,767	17.86 %	361,552,725	9.70 %
Government	9,100,619	0.27 %	9,697,907	0.28 %	10,499,154	0.28 %
Non-Classifiable	—	— %	—	— %	—	— %
Total	\$ 3,329,896,624	100.00 %	\$ 3,443,954,228	100.00 %	\$ 3,726,807,441	100.00 %
	2017	%	2016	%	2015	%
Agricultural	\$ 10,947,196	0.29 %	\$ 10,383,904	0.36 %	\$ 10,140,021	0.29 %
Mining	4,667,950	0.12 %	4,506,376	0.16 %	3,697,872	0.11 %
Construction	75,569,588	2.03 %	37,780,540	1.31 %	40,152,624	1.15 %
Manufacturing	201,031,620	5.40 %	192,230,237	6.67 %	190,655,301	5.47 %
Transportation & Utilities	337,633,597	9.06 %	330,960,635	11.49 %	344,354,141	9.89 %
Wholesale Trade	400,446,906	10.75 %	261,477,270	9.07 %	370,623,471	10.64 %
Retail Trade	2,197,574,442	58.98 %	1,568,702,724	54.44 %	2,067,932,843	59.37 %
Finance, Insurance, & Real Estate	28,539,794	0.77 %	25,446,129	0.88 %	19,409,427	0.56 %
Services	462,996,169	12.43 %	443,975,608	15.41 %	429,585,479	12.33 %
Government	5,803,527	0.16 %	5,531,536	0.19 %	6,318,625	0.18 %
Non-Classifiable	559,877	0.01 %	540,135	0.02 %	515,174	0.01 %
Total	\$ 3,725,770,666	100.00 %	\$ 2,881,535,094	100.00 %	\$ 3,483,384,978	100.00 %
	2014	%				
Agricultural	\$ 9,991,056	0.30 %				
Mining	3,215,323	0.09 %				
Construction	38,153,999	1.14 %				
Manufacturing	188,127,554	5.60 %				
Transportation & Utilities	350,527,659	10.44 %				
Wholesale Trade	353,035,684	10.52 %				
Retail Trade	1,980,837,184	59.00 %				
Finance, Insurance, & Real Estate	18,090,369	0.54 %				
Services	406,255,631	12.10 %				
Government	8,292,910	0.25 %				
Non-Classifiable	565,694	0.02 %				
Total	\$ 3,357,093,063	100.00 %				

Source: Missouri Department of Revenue

* During fiscal year 2018 the State replaced the Standard Industrial Classification System with the more consistent North American Industry Classification System to classify revenues.

**STATE OF MISSOURI
PERSONAL INCOME TAX FILERS/LIABILITY
FISCAL YEARS 2014 AND 2023**

Personal Income*

2023				
	Number of Filers	% of Total	Personal Income Tax Liability	% of Total
\$50,000 and under	2,807,385	61.09 %	\$ 1,051,732,169	11.71 %
\$50,000 - \$100,000	1,167,853	25.41 %	2,327,613,022	25.95 %
\$100,000 - \$250,000	482,179	10.49 %	2,334,500,122	26.02 %
\$250,000 - \$1,000,000	110,823	2.41 %	1,440,869,159	16.07 %
\$1,000,000 and over	27,486	0.60 %	1,816,416,861	20.25 %
Total	4,595,726	100.00 %	\$ 8,971,131,333	100.00 %

2014				
	Number of Filers	% of Total	Personal Income Tax Liability	% of Total
\$50,000 and under	3,261,052	74.60 %	\$ 1,260,938,222	21.67 %
\$50,000 - \$100,000	793,094	18.14 %	1,554,442,600	26.72 %
\$100,000 - \$250,000	242,738	5.55 %	1,175,185,545	20.20 %
\$250,000 - \$1,000,000	59,408	1.37 %	847,047,720	14.56 %
\$1,000,000 and over	15,031	0.34 %	980,382,079	16.85 %
Total	4,371,323	100.00 %	\$ 5,817,996,166	100.00 %

*Federal Adjusted Gross Income

Note: Due to confidentiality issues, the names of the ten largest revenue payers are not available.
The categories presented are intended to provide alternative information regarding the sources of the State's revenue.

Source: Missouri Department of Revenue

STATE OF MISSOURI
RATIOS OF OUTSTANDING DEBT
FISCAL YEARS 2014-2023
(In Thousands of Dollars Except Per Capita)

	2023	2022*	2021	2020
Governmental Activities				
General Obligation Bonds	\$ —	\$ 12,090	\$ 28,650	\$ 44,530
Other Bonds	2,008,545	1,950,235	2,164,800	2,460,650
Leasehold Revenue Bonds	—	—	20,770	22,505
Certificates of Participation	—	—	—	—
Financed Purchases	28,891	31,417	20,428	22,755
Capital Leases	—	—	17,721	17,904
Obligation Under Right-to-Use Assets - Leases	118,406	106,568	—	—
Obligation Under Right-to-Use Assets - SBITA	55,719	—	—	—
Total Governmental Activities	\$ 2,211,561	\$ 2,100,310	\$ 2,252,369	\$ 2,568,344
Business-Type Activities				
Financed Purchases	\$ —	\$ —	\$ —	\$ —
Other Bonds	54,970	57,575	—	—
Obligation Under Right-to-Use Assets - Leases	1,336	1,878	—	—
Obligation Under Right-to-Use Assets - SBITA	378	—	—	—
Total Business-Type Activities	\$ 56,684	\$ 59,453	\$ —	\$ —
Total Primary Government	\$ 2,268,245	\$ 2,159,763	\$ 2,252,369	\$ 2,568,344
Personal Income	\$357,194,700	\$340,232,000	\$314,818,000	\$298,620,000
Debt as a Percentage of Personal Income ¹	0.6 %	0.6 %	0.7 %	0.9 %
Debt Per Capita ¹	\$ 358	\$ 350	\$ 366	\$ 419
Legal Debt Margin Calculation for Fiscal Year 2023:				
General Obligation Bonds Authorized (Legislative Debt Limit)	\$ 1,726,395			
Unforeseen Emergency or Casual Deficiency	1,000			
Less: General Obligation Issued	(1,489,494)			
Legal Debt Margin	<u>\$ 237,901</u>			
Legal Debt Margin Summary by Fiscal Year:				
Legislative Debt Limit	\$ 1,726,395	\$ 1,726,395	\$ 1,726,395	\$ 1,726,395
Total Net Debt Applicable to Limit	(1,488,494)	(1,488,494)	(1,488,494)	(1,488,494)
Legal Debt Margin	<u>\$ 237,901</u>	<u>\$ 237,901</u>	<u>\$ 237,901</u>	<u>\$ 237,901</u>
Legal Debt Margin to Debt Limit Ratio	13.78 %	13.78 %	13.78 %	13.78 %

¹ These ratios are calculated using personal income and population for the calendar year.
See *Demographic Indicators* for personal income and population data.

*Fiscal year 2022 amounts have been restated.

*Per GASB 87, Leasehold Revenue Bonds are considered Financed Purchases as of fiscal year 2022 and has been combined on this schedule for fiscal year 2022 and future years.

*Per GASB 87, Capital Leases are no longer reported and Obligations Under Right-to-Use Assets - Leases are reported for year 2022 and future years.

2019	2018	2017	2016	2015	2014
\$ 66,120	\$ 104,695	\$ 154,830	\$ 208,880	\$ 266,275	\$ 323,395
2,523,955	2,807,240	2,943,825	3,207,400	3,226,430	3,303,700
24,170	25,775	27,310	28,770	30,170	31,515
—	13,525	26,770	39,770	52,560	65,160
30,748	24,848	—	—	—	—
21,425	15,812	45,736	61,846	51,729	66,270
—	—	—	—	—	—
—	—	—	—	—	—
<u>\$ 2,666,418</u>	<u>\$ 2,991,895</u>	<u>\$ 3,198,471</u>	<u>\$ 3,546,666</u>	<u>\$ 3,627,164</u>	<u>\$ 3,790,040</u>
\$ 2	\$ —	\$ —	\$ —	\$ —	\$ —
—	—	—	—	—	—
—	—	128	304	477	215
—	—	—	—	—	—
<u>\$ 2</u>	<u>\$ —</u>	<u>\$ 128</u>	<u>\$ 304</u>	<u>\$ 477</u>	<u>\$ 215</u>
<u>\$ 2,666,420</u>	<u>\$ 2,991,895</u>	<u>\$ 3,198,599</u>	<u>\$ 3,546,970</u>	<u>\$ 3,627,641</u>	<u>\$ 3,790,255</u>
\$ 285,704,000	\$ 266,920,797	\$ 261,547,770	\$ 257,338,334	\$ 252,482,438	\$ 245,771,389
0.9 %	1.1 %	1.2 %	1.4 %	1.4 %	1.5 %
\$ 441	\$ 489	\$ 526	\$ 583	\$ 598	\$ 627
\$ 1,726,395	\$ 1,726,395	\$ 1,726,395	\$ 1,726,395	\$ 1,726,395	\$ 1,726,395
(1,488,494)	(1,488,494)	(1,488,494)	(1,488,494)	(1,488,494)	(1,488,494)
<u>\$ 237,901</u>	<u>\$ 237,901</u>	<u>\$ 237,901</u>	<u>\$ 237,901</u>	<u>\$ 237,901</u>	<u>\$ 237,901</u>
13.78 %	13.78 %	13.78 %	13.78 %	13.78 %	13.78 %

**STATE OF MISSOURI
PLEDGED REVENUE COVERAGE
FISCAL YEARS 2014-2023
(In Thousands of Dollars)**

Fiscal Year	Gross Revenues ¹	Less: Operating Expenses ²	Net Available Revenues	Debt Service		Coverage ³
				Principal	Interest	
Missouri Road Fund						
2023	\$ 2,552,606	\$ 435,921	\$ 2,116,685	\$ 234,905	\$ 53,583	7.3
2022	2,097,367	398,126	1,699,241	232,500	61,382	5.8
2021	2,463,624	345,925	2,117,699	215,475	75,967	7.3
2020	2,022,185	395,583	1,626,602	177,764	141,069	5.1
2019	1,955,445	389,546	1,565,899	209,355	80,032	5.4
2018	2,000,651	383,969	1,616,682	200,185	89,422	5.6
2017	1,852,570	388,116	1,464,454	190,770	103,917	5.0
2016	1,831,126	372,800	1,458,326	168,470	111,751	5.2
2015	1,721,615	373,739	1,347,876	169,550	114,878	4.7
2014	1,773,033	348,537	1,424,496	162,050	130,641	4.9

N/A = not available

¹ Revenues for Missouri Road Fund consist of a portion of the taxes and fees received by the State from the motor fuel tax, sales tax on motor vehicles, use tax on motor vehicles, revenue derived from motorists for their usage of the highways of the State, federal grants, and bond proceeds.

² Operating Expenses do not include depreciation/amortization.

³ Coverage equals net available revenue divided by debt service.

Source: Missouri Department of Transportation

**STATE OF MISSOURI
DEMOGRAPHIC INDICATORS
CALENDAR YEARS 2013-2022**

	2022	2021	2020	2019	2018
Population					
Missouri (In Thousands)	6,178	6,168	6,155	6,137	6,043
Change	0.1 %	0.7 %	0.2 %	0.3 %	0.3 %
National (In Thousands)	333,288	331,894	331,449	328,240	327,167
Change	0.4 %	1.6 %	1.0 %	0.5 %	0.6 %
Total Personal Income					
Missouri					
(In Thousands of Dollars)	\$ 357,194,700	\$ 340,232,000	\$ 314,818,000	\$ 298,620,000	\$ 285,704,000
Change	3.2 %	7.0 %	5.4 %	4.5 %	6.6 %
National					
(In Thousands of Dollars)	\$21,820,248,000	\$21,056,622,000	\$19,679,715,000	\$18,542,262,000	\$17,572,929,000
Change	2.0 %	7.4 %	6.1 %	5.5 %	6.6 %
Per Capita Personal Income					
Missouri	\$ 57,818	\$ 55,159	\$ 51,177	\$ 49,589	\$ 46,635
Change	3.1 %	6.7 %	5.2 %	6.3 %	6.4 %
National	\$ 65,470	\$ 63,444	\$ 59,729	\$ 56,663	\$ 53,712
Change	1.6 %	7.3 %	5.8 %	5.5 %	6.2 %
Resident Civilian Labor Force and Employment					
Civilian Labor Force					
(In Thousands)	3,061	3,062	3,053	3,083	3,052
Employed (In Thousands)	2,984	2,928	2,867	2,982	2,955
Unemployed (In Thousands)	77	134	186	102	98
Unemployment Rate	2.5 %	4.4 %	6.1 %	3.3 %	3.2 %
National Unemployment Rate	3.6 %	5.3 %	8.1 %	3.7 %	3.9 %

Continues Below

	2017	2016	2015	2014	2013
Population					
Missouri (In Thousands)	6,114	6,093	6,084	6,064	6,044
Change	0.4 %	0.1 %	0.3 %	0.3 %	0.4 %
National (In Thousands)	325,719	323,128	321,419	318,857	316,129
Change	0.7 %	0.5 %	0.8 %	0.9 %	0.7 %
Total Personal Income					
Missouri					
(In Thousands of Dollars)	\$ 266,920,797	\$ 261,547,770	\$ 257,338,334	\$ 252,482,438	\$ 245,771,389
Change	2.1 %	1.6 %	1.9 %	2.7 %	4.5 %
National					
(In Thousands of Dollars)	\$16,413,550,863	\$15,912,777,000	\$15,463,981,000	\$14,683,147,000	\$ 14,151,427,000
Change	3.1 %	2.9 %	5.3 %	3.8 %	5.6 %
Per Capita Personal Income					
Missouri	\$ 43,661	\$ 42,926	\$ 42,300	\$ 41,639	\$ 40,663
Change	1.7 %	1.5 %	1.6 %	2.4 %	4.1 %
National	\$ 50,392	\$ 49,246	\$ 48,112	\$ 46,049	\$ 44,765
Change	2.3 %	2.4 %	4.5 %	2.9 %	4.9 %
Resident Civilian Labor Force and Employment					
Civilian Labor Force					
(In Thousands)	3,051	3,112	3,114	3,058	3,018
Employed (In Thousands)	2,936	2,971	2,958	2,871	2,821
Unemployed (In Thousands)	115	141	156	187	197
Unemployment Rate	3.8 %	4.5 %	5.0 %	6.1 %	6.5 %
National Unemployment Rate	4.4 %	4.9 %	5.3 %	6.2 %	7.4 %

Sources: Bureau of Economic Analysis, Missouri Economic Research and Information Center, Bureau of Labor Statistics

**STATE OF MISSOURI
ECONOMIC INDICATORS
CALENDAR YEARS 2013-2022**

	2022-23	2021-22	2020-21	2019-20	2018-19
School Enrollment (In Thousands)					
Elementary and Secondary Education	861	863	880	880	881
Higher Education - Private Institutions	75	78	80	84	87
Total Enrollment (In thousands)	936	941	960	964	968
% Change from Prior Year	(0.5)%	(2.0)%	(0.4)%	(0.4)%	(0.3)%

Higher Education

Public Community Colleges

Number of Campuses	31	22	23	22	22
Number of Students (FTE*)	45,653	45,846	47,261	50,928	52,927

State Technical College

Number of Campuses	1	1	1	1	1
Number of Students (FTE*)	2,174	2,007	1,866	1,710	1,467

State Colleges/Universities

Number of Campuses	13	13	13	14	14
Number of Students (FTE*)	100,376	101,760	104,443	108,651	112,020

Continues Below

	2017-18	2016-17	2015-16	2014-15	2013-14
School Enrollment (In Thousands)					
Elementary and Secondary Education	884	884	885	886	888
Higher Education - Private Institutions	87	92	93	95	90
Total Enrollment	971	976	978	981	978
% Change from Prior Year	(0.5)%	(0.2)%	(0.3)%	0.3 %	(0.1)%

Higher Education

Public Community Colleges

Number of Campuses	19	19	19	19	19
Number of Students (FTE*)	55,418	57,568	57,247	61,671	65,773

State Technical College

Number of Campuses	1	1	1	1	1
Number of Students (FTE*)	1,242	1,226	1,273	1,276	1,325

State Colleges/Universities

Number of Campuses	14	14	14	14	14
Number of Students (FTE*)	115,374	119,127	121,827	121,358	118,669

*FTE is Full-Time Equivalent.

Sources: Missouri Department of Elementary and Secondary Education and Missouri Department of Higher Education and Workforce Development.

**STATE OF MISSOURI
PRINCIPAL EMPLOYERS
CALENDAR YEARS 2013 AND 2022**

2022

Employer	Number of Employees	Percent of Total State Employment
State of Missouri ¹	51,000+	1.71%
Wal-Mart Associates, Inc.	40,000+	1.34%
Mercy Health Systems	25,000 - 30,000	0.84% - 1.01%
University of Missouri	20,000 - 25,000	0.67% - 0.84%
Washington University	20,000 - 25,000	0.67% - 0.84%
U.S. Post Office	15,000 - 20,000	0.50% - 0.67%
Boeing Corporation	10,000 - 15,000	0.34% - 0.50%
Cerner Corporation	10,000 - 15,000	0.34% - 0.50%
Barnes-Jewish Hospitals	7,500 - 10,000	0.25% - 0.34%
Amazon	7,500 - 10,000	0.25% - 0.34%
Lester E. Cox Medical Center	7,500 - 10,000	0.25% - 0.34%
Total	213,500 - 251,000	7.15% - 8.41%
Total Missouri Employment		2,984,340

2013

Employer	Number of Employees	Percent of Total State Employment
State of Missouri ¹	57,000	2.02%
Wal-Mart Associates, Inc.	25,000+	0.89%
University of Missouri	20,000-25,000	0.71% - 0.89%
Washington University	15,000-20,000	0.53% - 0.71%
U.S. Post Office	12,500-15,000	0.44% - 0.53%
Boeing Corporation	12,500-15,000	0.44% - 0.53%
Barnes-Jewish Hospitals	7,500 -10,000	0.27% - 0.35%
U.S. Department of Defense	7,500 -10,000	0.27% - 0.35%
Schnuck Markets, Inc.	7,500 -10,000	0.27% - 0.35%
Department of Veterans Affairs	7,500 -10,000	0.27% - 0.35%
Lester E Cox Medical Center	7,500 -10,000	0.27% - 0.35%
Total	179,500 - 207,000	6.36% - 7.34%
Total Missouri Employment		2,820,747

All figures are based on a calendar-year average.

¹Number of state employees includes only full-time personnel and does not include college or university employees.

Sources: Missouri Economic Research and Information Center, State of Missouri ACFR - Fiscal Year 2014, State Employee Headcount report

**STATE OF MISSOURI
STATE EMPLOYEES BY FUNCTION
FISCAL YEARS 2014-2023
FULL-TIME EQUIVALENTS***

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Government										
Legislature	615	635	647	644	652	665	663	670	667	671
Judiciary	3,382	3,336	3,385	3,383	3,430	3,551	3,558	3,543	3,519	3,530
Public Defender	644	622	597	606	605	578	579	577	573	575
Governor	26	27	29	32	33	30	18	21	22	23
Lt. Governor	16	15	17	17	8	7	6	7	6	5
Secretary of State	204	207	209	217	223	220	217	235	233	228
State Auditor	98	99	104	106	116	111	109	108	113	113
State Treasurer	42	42	45	44	46	46	46	45	46	49
Attorney General	325	339	359	370	347	351	351	359	373	376
Office of Administration	1,775	1,724	1,726	1,775	1,846	1,859	1,907	1,881	1,871	1,933
Revenue	1,205	1,154	1,292	1,311	1,297	1,283	1,289	1,283	1,288	1,347
Total General Government	<u>8,332</u>	<u>8,200</u>	<u>8,410</u>	<u>8,505</u>	<u>8,603</u>	<u>8,701</u>	<u>8,743</u>	<u>8,729</u>	<u>8,711</u>	<u>8,850</u>
Education										
Elementary and Secondary Education	2,055	2,081	2,198	2,283	2,512	2,620	2,555	2,663	2,639	2,678
Higher Education and Workforce Development	286	324	323	306	58	56	55	57	57	57
Total Education	<u>2,341</u>	<u>2,405</u>	<u>2,521</u>	<u>2,589</u>	<u>2,570</u>	<u>2,676</u>	<u>2,610</u>	<u>2,720</u>	<u>2,696</u>	<u>2,735</u>
Natural and Economic Resources										
Agriculture	404	402	396	412	431	483	476	495	495	464
Commerce and Insurance	917	912	928	937	744	733	762	770	765	762
Conservation	1,788	1,691	1,755	1,816	1,835	1,871	1,898	1,871	1,895	1,896
Economic Development	289	242	238	240	793	800	812	800	810	786
Labor and Industrial Relations	609	625	649	643	657	701	742	796	827	881
Natural Resources	1,742	1,702	1,678	1,789	1,830	1,842	1,981	2,023	1,974	2,075
Total Natural and Economic Resources	<u>5,749</u>	<u>5,574</u>	<u>5,644</u>	<u>5,837</u>	<u>6,290</u>	<u>6,430</u>	<u>6,671</u>	<u>6,755</u>	<u>6,766</u>	<u>6,864</u>
Transportation and Law Enforcement										
Transportation	4,921	5,106	5,288	5,248	5,497	5,471	5,545	5,444	5,591	5,502
Public Safety	5,405	5,398	5,646	5,723	5,490	5,449	5,316	5,240	5,193	5,220
Total Transportation and Law Enforcement	<u>10,326</u>	<u>10,504</u>	<u>10,934</u>	<u>10,971</u>	<u>10,987</u>	<u>10,920</u>	<u>10,861</u>	<u>10,684</u>	<u>10,784</u>	<u>10,722</u>
Human Services										
Health and Senior Services	1,739	1,666	1,829	1,838	1,794	1,825	1,831	1,825	1,830	1,793
Mental Health	8,799	7,704	7,839	7,852	7,704	7,836	7,728	7,605	7,742	8,076
Social Services	5,946	5,799	6,225	6,492	6,537	6,670	6,735	6,952	7,147	7,145
Corrections	8,405	8,289	8,914	9,459	10,179	10,568	10,866	10,929	11,051	11,069
Total Human Services	<u>24,889</u>	<u>23,458</u>	<u>24,807</u>	<u>25,641</u>	<u>26,214</u>	<u>26,899</u>	<u>27,160</u>	<u>27,311</u>	<u>27,770</u>	<u>28,083</u>
State Total	<u>51,637</u>	<u>50,141</u>	<u>52,316</u>	<u>53,543</u>	<u>54,664</u>	<u>55,626</u>	<u>56,045</u>	<u>56,199</u>	<u>56,727</u>	<u>57,254</u>

*Based on a four quarter average.

Source: Office of Administration, Division of Accounting, Statewide Indirect Cost Allocation Plan

**STATE OF MISSOURI
OPERATING INDICATORS BY FUNCTION
FISCAL YEARS 2014-2023**

	2023	2022	2021	2020
General Government				
Individual Income Tax Returns Processed (In Thousands)	3,489	3,212	3,645	2,931
Sales and Use Tax Returns Processed (In Thousands)	686	762	730	797
Driver Licenses Processed (In Thousands)	1,242	1,284	1,363	1,105
Motor Vehicle Registrations Processed (In Thousands)	3,073	3,167	3,531	3,448
Audit Reports Issued	135	134	131	132
Statewide Court Filings (In Thousands)	1,398	1,424	1,597	1,861
Archives Website Hit				
Secretary of State Web Page (In Thousands)	13,750	14,345	19,608	26,029
Checks Issued (In Thousands)	1,290	1,194	1,271	1,302
Unclaimed Property Returned (In Thousands)	\$ 55,298	\$ 50,235	\$ 47,180	\$ 41,009
Education				
High School Drop Out Rate	1.9 %	2.1 %	1.5 %	1.5 %
Accredited Elementary and Secondary School Districts*	512	510	508	508
Clients Achieving Employment after Receiving Vocational Rehabilitation Services	54.1 %	55.5 %	50.9 %	55.4 %
Student Loan Recovery Rate	(0.8)%	4.5 %	15.4 %	28.2 %
Scholarships/Grants Awarded to Eligible Missouri Residents (In Thousands)	\$ 149,500	\$ 139,602	\$ 129,826	\$ 134,414
Natural and Economic Resources				
Job Placement Rate of Unemployed Individuals that Registered on MoJobs Web Page**	69.3 %	59.4 %	61.0 %	68.6 %
Insurance Policies Filed Electronically	100.0 %	100.0 %	100.0 %	100.0 %
Initial Unemployment Claims (In Thousands)	169	253	523	828
International Export Certificates Issued	7,269	8,000	7,199	6,013
Hunting License Holders (In Thousands)	557	557	559	571
Visitors to Missouri State Parks and Historic Sites (In Thousands)	19,789	22,547	21,148	18,482
Transportation and Law Enforcement				
Methamphetamine Labs Seized	4	1	1	1
State - Licensed Fire Safety Inspections	6,855	7,123	10,725	10,477
Buildings Served by Missouri Capitol Police	72	72	72	72
Alcohol Licenses Issued	36,389	34,454	31,037	32,822
Missouri Major Roads Rated in Good Condition	89.2 %	90.3 %	90.6 %	91.1 %
Difference Between Awarded and Actual Transportation Construction Costs	0.60 %	(0.10)%	2.30 %	(0.03)%
Human Services				
Medicaid Enrollees	1,516,691	1,299,172	1,098,103	939,919
Food Stamp Recipients	655,680	656,973	695,200	773,079
Doses of Vaccine Issued by Vaccines for Children Providers (In Thousands)	1,007	1,031	1,087	1,104
Incarcerated Offenders	23,597	23,510	23,153	24,035
Individuals Served in State Comprehensive Psychiatric Service Facilities	1,513	1,509	1,548	1,550

*Charter schools are not included in the statistics.

** In Fiscal Year 2019 the web page changed from MissouriCareerSource to Great Hires and in Fiscal Year 2023 the web page changed to MoJobs.

Sources: State agencies

	2019		2018		2017		2016		2015		2014
	3,102		3,103		3,060		3,098		3,058		2,848
	765		694		707		707		705		703
	1,324		1,183		1,487		1,123		1,600		1,415
	5,930		4,221		3,770		3,993		4,479		4,215
	155		155		147		135		143		150
	1,902		1,923		2,098		2,370		2,624		2,652
	24,998		29,498		28,714		18,232		72,045		87,436
	1,332		1,537		1,592		1,697		1,550		1,363
\$	45,083	\$	44,697	\$	44,369	\$	42,038	\$	41,720	\$	40,042
	2.2 %		2.4 %		2.4 %		2.5 %		2.5 %		2.8 %
	508		512		512		518		507		507
	53.1 %		56.2 %		60.1 %		60.9 %		61.7 %		60.0 %
	31.0 %		25.5 %		26.0 %		23.3 %		26.4 %		31.2 %
\$	128,967	\$	121,753	\$	129,623	\$	119,948	\$	111,342	\$	107,413
	70.7 %		71.6 %		64.9 %		65.7 %		60.7 %		56.0 %
	100.0 %		100.0 %		100.0 %		99.7 %		99.5 %		99.4 %
	184		217		239		259		295		355
	6,802		7,619		8,110		6,773		7,926		6,453
	561		596		603		607		610		612
	21,107		21,559		21,273		19,205		18,568		17,468
	2		8		11		7		70		129
	13,543		17,903		18,459		19,459		13,434		15,348
	72		71		71		74		72		72
	34,028		32,972		32,319		31,404		31,400		30,743
	91.5 %		91.6 %		90.0 %		90.4 %		89.2 %		89.7 %
	1.50 %		0.02 %		0.1 %		1.1 %		0.6 %		0.8 %
	858,077		971,143		983,835		982,776		944,257		825,974
	682,299		727,131		754,062		782,374		844,851		839,734
	1,162		1,208		1,243		1,226		1,174		1,192
	28,172		31,726		32,537		32,837		32,284		31,905
	1,607		1,611		1,652		1,683		1,628		1,649

**STATE OF MISSOURI
CAPITAL ASSET STATISTICS
BY FUNCTION
FISCAL YEARS 2014-2023**

	2023	2022	2021	2020
General Government				
Parcels of Land	22	23	23	22
Land Improvements	78	72	72	70
Square Footage of Buildings	1,148,781	1,171,178	1,146,454	1,146,454
Equipment	46,026	45,630	45,928	43,881
Software	3,380	3,532	3,361	3,123
Education				
Parcels of Land	31	31	31	31
Land Improvements	55	55	55	55
Square Footage of Buildings	205,318	224,658	185,350	185,350
Equipment	5,358	5,232	5,190	5,096
Software	8	7	4	1
Trademarks	1	1	1	1
Natural and Economic Resources				
Parcels of Land	901	897	900	892
Land Improvements	559	530	530	528
Temporary Easements	2	1	1	1
Square Footage of Buildings	515,576	588,460	547,595	547,595
Equipment	25,062	24,579	25,170	26,182
Software	304	305	302	7
State Parks and Historic Sites	93	92	92	91
State Conservation Areas	1,183	1,203	1,192	1,188
Transportation and Law Enforcement				
Parcels of Land	610	612	612	612
Land Improvements	542	534	528	498
Permanent Easements	1,408	1,310	1,107	751
Temporary Easements	1,607	1,551	1,147	602
Square Footage of Buildings	193,331	193,110	191,671	191,671
Equipment	77,680	75,455	74,186	72,492
Software	781	813	854	941
Miles of State Highway	33,808	33,286	33,830	33,838
State-Owned Bridges and Culverts	10,424	10,387	10,399	10,384
Highway Patrol Stations	9	9	9	9
Human Services				
Parcels of Land	71	71	71	71
Land Improvements	176	169	161	156
Square Footage of Buildings	850,994	981,234	843,670	843,670
Equipment	36,120	34,768	34,961	34,120
Software	126	135	120	100
Correctional Facilities	28	28	28	28

Source: State of Missouri capital asset records by agency.

2019	2018	2017	2016	2015	2014
23	23	21	21	20	20
70	70	61	61	59	58
1,130,336	1,062,507	1,066,968	1,068,854	1,032,098	1,035,704
41,941	41,961	39,396	36,159	34,548	35,055
2,940	2,940	2,717	2,260	1,961	1,625
31	31	31	31	31	31
55	55	55	56	54	54
165,291	158,235	157,190	156,710	136,074	136,203
4,211	4,212	4,249	4,357	5,039	6,286
—	—	—	—	—	—
1	1	1	1	1	1
885	888	880	847	835	826
476	478	456	427	426	408
1	1	1	1	1	1
561,296	583,682	582,846	582,847	574,076	575,485
26,581	26,475	26,318	26,859	26,859	34,028
318	96	91	80	68	57
91	91	91	88	87	87
1,217	1,197	1,198	1,190	1,186	1,189
617	617	620	623	628	650
495	495	486	476	474	439
751	719	674	638	593	548
602	593	542	654	797	867
189,651	185,777	183,676	181,743	179,183	181,880
72,773	72,869	72,030	67,114	67,103	66,095
870	870	798	710	616	529
33,838	33,859	33,856	33,873	33,892	33,890
10,384	10,385	10,394	10,394	10,376	10,371
9	9	9	9	9	9
80	80	81	81	81	81
171	171	178	174	175	173
862,583	920,530	916,936	917,901	926,098	924,164
35,441	35,446	36,481	41,777	43,545	44,712
89	89	86	82	70	59
28	29	29	29	30	30

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